UNITED STATES DISTRICT COURT SOUTHERN DISTRICT OF NEW YORK

TITUS INTERNATIONAL PLC,

Plaintiff,

Case No. 08-cv-2158 (WHP)

v.

HARDWARE RESOURCES, A DIVISION OF PROGRESSIVE STAMPING & PLATING, INC.,

DECLARATION OF JEFFREY T.
GOLENBOCK IN CONNECTION
WITH DEFENDANT'S MOTION TO
DISMISS

Defendant.

JEFFREY T. GOLENBOCK declares, under penalty of perjury, as follows:

- 1. I am a member of the law firm of Golenbock Eiseman Assor Bell & Peskoe LLP, counsel to the Defendants Hardware Resources, a Division of Progressive Stamping & Plating, Inc. I submit this declaration in support of Defendants' Motion to Dismiss the Complaint, dated June 3, 2008.
- 2. A copy of the Complaint for Injunctive Relief and Damages for Breach of Contract, and for Common Law Unfair Competition is annexed hereto as Exhibit A.
- 3. A copy of the list of subsidiaries of Titus International is annexed hereto as Exhibit B.
- 4. A copy of the Arizona Corp. Commission Report is annexed hereto as Exhibit C.
 - 5. A copy of the 1999 Contract is annexed hereto as Exhibit D.
 - 6. A copy of the 2004 Contract is annexed hereto as Exhibit E.

- 7. A copy of Hardware Resources' original complaint in the Louisiana litigation is annexed hereto as Exhibit F.
- 8. A copy of the First Amended and Supplemental Complaint filed by Hardware Resources in U.S. District Court for the Western District of Louisiana is annexed hereto as Exhibit G.
- 9. A copy of the Complaint for Damages and the First Amended and Supplemental Complaint for Damages and request for waiver of service sent to Titus Tool is annexed hereto as Exhibit H.
- 10. A copy of the Complaint for Damages and the First Amended and Supplemental Complaint for Damages and request for waiver of service sent to Titus International is annexed hereto as Exhibit I.
- 11. A copy of the Complaint for Damages and the First Amended and Supplemental Complaint for Damages and request for waiver of service sent to Lama is annexed hereto as Exhibit J.
- 12. A copy of the follow-up letter sent to Titus International on March 12, 2008 is annexed hereto as Exhibit K.
- 13. A copy of the follow-up letter sent to Lama on March 12, 2008 is annexed hereto as Exhibit L.
- 14. A copy of the service of process on Titus International dated March 28,2008 is annexed hereto as Exhibit M.

426944.1

- 15. A copy of the service of process on Lama dated April 4, 2008 is annexed hereto as Exhibit N.
- 16. A copy of the service of process on Titus Tool dated March 13, 2008 is annexed hereto as Exhibit O.
- 17. A copy of Hardware Resources' Motion to Continue to Allow Jurisdictional Discovery is annexed hereto as Exhibit P.
- 18. A copy of Lama's Answer and Counterclaims in the Louisiana litigation is annexed hereto as Exhibit Q.
- 19. A copy of Declaration of Iain Grant submitted by Titus International in Support of Motion to Dismiss Complaint in Louisiana Litigation is annexed hereto as Exhibit R.
- 20. I declare under penalty of perjury that the foregoing is true and correct. Executed on this 3rd day of June, 2008.

THEFTEN T COLENBOOK

426944.1

EXHIBIT A

judge Pauley

UNITED STATES DISTRICT COURT SOUTHERN DISTRICT OF NEW YORK

TITUS INTERNATIONAL PLC,

Plaintiff,

-against-

HARDWARE RESOURCES, A DIVISION OF PROGRESSIVE STAMPING & PLATING, INC.,

Defendant.



18. CV_02158

COMPLAINT FOR INJUNCTIVE RELIEF AND DAMAGES FOR BREACH OF CONTRACT, AND FOR COMMON LAW UNFAIR COMPETITION

The plaintiff, Titus International PLC ("Titus"), by its attorneys, Abelman, Frayne & Schwab, for its complaint against the defendant, Hardware Resources, a division of Progressive Stamping & Plating, Inc. ("Hardware Resources"), alleges as follows:

THE PARTIES

- 1. Titus is and was at all relevant times a corporation organized and existing under the laws of the United Kingdom, with an office at 10 Brook Business Centre, Cowley Mill Road, Uxbridge UB8 2FX, United Kingdom.
- 2. Titus is a well known designer, manufacturer, and distributor of, inter alia, fasteners and accessories for the global consumer self-assembly furniture industry.
- 3. Upon information and belief, the defendant Hardware Resources is and was at all relevant times a corporation organized and existing under the laws of the State of Louisiana, with a business office at 4319 Marlena St., Bossier City, LA 71111.

4. Upon information and belief, Hardware Resources manufactures and sells, inter alia, cabinet hardware and decorative wood products in interstate commerce, and within this Southern District of New York.

JURISDICTION AND VENUE

- 5. This is an action seeking injunctive relief and damages for acts of unfair competition and breach of contract in violation of plaintiff's common law rights.
- 6. This Court has jurisdiction over this matter under 28 U.S.C. § 1332 in that there is complete diversity of citizenship between the parties and the amount in controversy exceeds \$75,000.
- 7. Venue is proper in the Southern District of New York pursuant to 28 U.S.C. §§ 1391(a) and (c).

FACTS COMMON TO ALL CAUSES OF ACTION

- 8. By this action, Titus seeks monetary damages arising from Hardware Resources' breach of two agreements between the parties.
- 9. Titus also seeks to enjoin Hardware Resources, and those acting in concert with it, from deliberately attempting to confuse the public concerning the source, origin or sponsorship of, inter alia, its concealed hinges, and from seeking to trade upon and destroy Titus's distinctive "LAMA®" trademark, and its business reputation and good will.
- 10. Since at least 1980, Titus' wholly owned subsidiary, Lama d.d of Dekani, Slovenia ("Lama"), has sold a wide range of specialized concealed metal hinges, hinge joints, and hinge mounting plates, and has prominently identified these products using its "LAMA®" trademark.

- 11. Lama, owns all rights to Federal Registration N^2 . 2,072,064 for the trademark "LAMA®" (the "`064 Registration").
- 12. The '064 Registration issued on March 5, 1996, is registered on the principal register maintained by the United States Patent and Trademark Office, is valid and subsisting, and is incontestible pursuant to 15 U.S.C. § 1115(b).
- 13. The '064 Registration constitutes *prima facie* evidence of the validity of the "LAMA®" trademark, and of plaintiff's exclusive right to use the trademark in commerce.
- 14. Long before the acts of Hardware Resources complained of herein, as the result of the promotion and sale of goods identified by its "LAMA®" trademark, and as a result of the high quality of goods offered in connection with the trademark, the "LAMA®" trademark has acquired a valuable reputation and is now recognized by consumers as originating from and being associated only with Lama.
- 15. As a direct result of this usage, the unique and distinctive "LAMA®" trademark has become well-known and is associated by the public with Lama, and it represents a business and good will of significant value.
- 16. In 1999, Hardware Resources and Lama entered into a "Sales Contract" pursuant to which Hardware Resources would have a non-exclusive right to distribute Lama hinges in the United States.
- 17. The 1999 Sales Contract further provided that Hardware Resources would "... use its best efforts to market and sell the Products in the Territory...," and would "... not be engaged, directly or indirectly, in any business activities which compete with the activities carried out under this Contract."

- 18. The 1999 Sales Contract was effective through 2002.
- 19. In 2001, Hardware Resources began to import and sell in the United States hinges in direct competition with Lama's products. The Hardware Resources hinges were direct copies of Lama hinges and used essentially the same product numbers to identify the hinges.
- 20. On May 22, 2004, Hardware Resources and Lama entered into a "U.S. Marketing Agreement" pursuant to which Hardware Resources agreed to restrict its sales of low quality Chinese hinges, to expand and develop the customer base for the Lama European range of products, and to use its best efforts to meet specified minimum purchase commitments.
- 21. Upon information and belief, Hardware Resources undermined Lama's United States customer base by, inter alia, advising its customers that low quality Chinese hinges sold by Hardware Resources were, in sum or substance, "cheaper and just as good as Lama European hinges".
- 22. Upon information and belief, Hardware Resources passed-off low quality Chinese hinges to customers who had ordered Lama European hinges without their approval or knowledge.

AS AND FOR A FIRST CLAIM SEEKING MONETARY RELIEF FOR BREACH OF CONTRACT

- 23. Titus realleges paragraphs 1 through 22 as if fully set forth herein.
 - 24. This cause of action arises under the common law.
- 25. By, inter alia, selling its own brand of European hinges beginning with its May 2001 Catalogue, Hardware Resources materially breached the 1999 Sales Contract.

- 26. As a proximate result of the aforementioned conduct, Titus has been damaged.
- 27. On account of the activities of Hardware Resources in this State, County and Southern District of New York, and throughout the United States, including its breach of the 1999 Sales Contract, Titus is entitled to a money judgment against Hardware Resources in an amount not as yet ascertained, but believed to be in excess of one million dollars (\$1,000,000.00).

AS AND FOR A SECOND CLAIM SEEKING MONETARY RELIEF FOR BREACH OF CONTRACT

- 28. Titus realleges paragraphs 1 through 27 as if fully set forth herein.
 - 29. This cause of action arises under the common law.
- 30. By, inter alia, failing to restrict its sales of low quality Chinese hinges, failing to protect and develop the Lama European range of products, failing to use its best efforts to meet minimum purchase commitments, passing-off low quality Chinese hinges as Lama European hinges, and not paying invoices for goods delivered pursuant to the 2004 U.S. Marketing Agreement, Hardware Resources materially breached the 2004 U.S. Marketing Agreement.
- 31. As a proximate result of the aforementioned conduct, Titus has been damaged.
- 32. On account of the activities of Hardware Resources in this State, County and Southern District of New York, and throughout the United States, including its breach of the 2004 U.S. Marketing Agreement, Titus is entitled to a money judgment against Hardware Resources in an amount not as yet ascertained, but believed to be in excess of one million dollars (\$1,000,000.00).

AS AND FOR A THIRD CLAIM SEEKING INJUNCTIVE AND MONETARY RELIEF FOR UNFAIR COMPETITION IN VIOLATION OF THE COMMON LAW

- 33. Titus realleges paragraphs 1 through 32 as if fully set forth herein.
 - 34. This cause of action arises under the common law.
- 35. By, inter alia, advising Lama's customers that low quality Chinese hinges were "cheaper and just as good as Lama European hinges", selling low cost copies of Lama hinges using product numbers that were essentially the same as Lama's product numbers to identify the hinges, and passing-off low quality Chinese hinges as Lama hinges, Hardware Resources misled and confused the public and created a likelihood of injury to Titus's public image and reputation.
- 36. Upon information and belief, the aforementioned conduct, the public was likely to falsely associate the attributes and characteristics of Lama's products to the hinges and other products sold by Hardware Resources.
- 37. By reason of the foregoing, Hardware Resources has engaged and is continuing to engage in acts of unfair competition in violation of the common law.
- 38. Upon information and belief, Hardware Resources conduct was undertaken with knowledge that it was misleading and with the intent to confuse, mislead and deceive consumers, and to unfairly compete with Lama.
- 39. By reason of the foregoing, Titus is now and will continue to suffer irreparable injury, including injury to its good will and reputation for which it has no adequate remedy at law.

40. On account of the activities of Hardware Resources in this State, County and Southern District of New York, and throughout the United States, Titus has been damaged in an amount not as yet ascertained, but believed to be in excess of one million dollars (\$1,000,000.00).

WHEREFORE, Titus demands judgment:

- a. preliminarily and permanently enjoining and restraining Hardware Resources, its agents, servants, employees, successors and assigns, and all those acting in concert or participation with it, from making any statement or representation whatsoever, or using any false or misleading descriptions or representations of fact in connection with the manufacture, production, distribution, circulation, sale, offering for sale, advertising, promotion, use or display of hinges or any other products; and engaging in any other activity constituting unfair competition with Titus;
- b. directing such other relief as the Court may deem appropriate to prevent the public from being misled or deceived;
- c. directing that Hardware Resources file with the Court and serve on Titus's counsel a report in writing and under oath setting forth in detail the manner in which it has complied with any temporary restraining order, or preliminary or permanent injunction entered herein with in thirty (30) days of receipt of service of any such order or injunction;
- d. awarding Titus its damages caused by Hardware Resources having misled and confused the public and having damaged

Titus's public image and reputation, and Hardware Resources' total profit realized thereby;

- e. directing Hardware Resources to account to Titus for damages for breach of the 1999 Sales Contract and 2004 U.S. Marketing Agreement in an amount to be determined by the Court after trial;
- for an assessment of costs, interest and attorneys' f. fees incurred by Titus; and
- g. for such other and further relief as the Court deems just.

Dated: March 4, 2008 New York, NY

ABELMAN FRAYNE & SCHWAB

Michael Aschen (MA 6336)

666 Third Avenue New York, NY 10017 (212) 949-9022

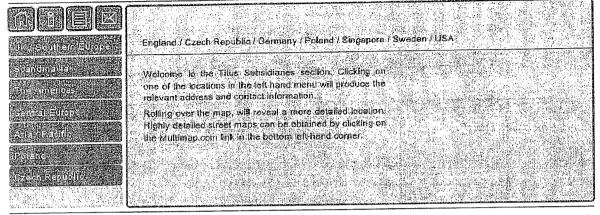
Counsel for the Plaintiff

EXHIBIT B

Welcome to Titus

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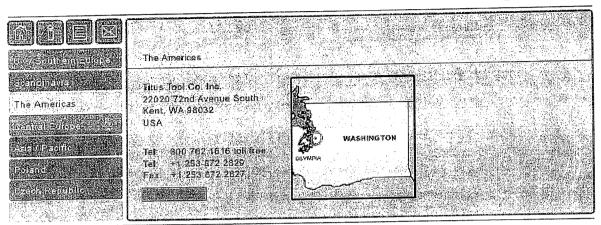


Titus International Plo | Ridgeway Industrial Estate | Iver | Buckinghamshire | SLOGHW | United

Welcome to Titus

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Titus International Plo | Ridgeway Industrial Estate | Iver | Buckinghamshire | SLO 9HW | United

EXHIBIT C

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05/21/2008

Arizona Corporation Commission State of Arizona Public Access System

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Annual Reports Scanned Documents Administrative Dissolutions and Reinstatements Microfilm

| Corpor | ate Inquiry |
|-------------------------------------|------------------------|
| File Number: -0504117-3 | Check Corporate Status |
| Corp. Name: TITUS TOOL COMPANY INC. | |

Domestic Address

| 22020 72ND AVE SOUTH | |
|----------------------|--|
| XET3 703 XXX 00033 | |
| KENT, WA 98032 | |

Statutory Agent Information

| Agent Name: SIDNEY MENDELSOHN JR | |
|----------------------------------|---|
| | |
| Agent Mailing/Physical Address: | |
| 2730 E BROADWAY #200 | |
| TUCSON, AZ 85716 | 100000000000000000000000000000000000000 |
| | |
| Agent Status: APPOINTED | |

Additional Corporate Information

| Corporation Type: PROFIT | Business Type: MANUFACTURING | |
|--------------------------------|-----------------------------------|--|
| Incorporation Date: 03/26/1980 | Corporate Life Period: PERPETUAL | |
| Domicile: ARIZONA | County: PIMA | |
| Approval Date: 03/28/1980 | Original Publish Date: 04/09/1980 | |

Officer Information

| WALTER J ZABRISKIE | |
|-----------------------------------|--|
| PRESIDENT | |
| 22020 72ND AVE SOUTH | |
| KENT, WA 98032 | |
| Date of Taking Office: 10/01/1991 | |
| Last Updated: 08/23/2006 | |

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Annual Reports

| Next Annual Report Due: 06/26/2008 | | | | E-FILE An Annual Report Online << Click Here | | | |
|---------------------------------------|---------------|------------------|---------|--|-----------------|---------------------|-----------|
| | | | FORMS F | or Annual Reports To Be F | Printed And Mai | iled. << Click Here | |
| File Year | File Month | Date Received | | Reason Returned | | Date Returned | Extension |
| 2007 | 06 | 07/23/2007 | | | | | |
| 2006 | 06 | 06/29/2006 | | | | | |
| 2005 | 06 | 06/30/2005 | | | | | |
| 2004 | 06 | 06/18/2004 | | | | | |
| 2003 | 06 | 05/23/2003 | | | | | |
| 2002 | 06 | 06/28/2002 | | | | | |
| 2001 | 06 | 06/22/2001 | | | | | |
| 2000 | 06 | 06/08/2000 | | | | | |
| 1999 | 06 | 07/22/1999 | | | | | |
| 1998 | 06 | 08/04/1998 | | | | | |
| 1996 | 09 | 09/25/1997 | | | | | |
| 1995 | 09 | 01/22/1996 | | | | | |
| 1994 | 09 | 03/21/1995 | FINANC | CIAL DISCLOSURE | | 01/12/1996 | |
| 1993 | 09 | 01/14/1994 | EXPIRE | D CHECK | | 03/09/1995 | |
| 1992 | 09 | 01/15/1993 | | | | | |
| 1991 | 09 | 01/21/1992 | | | | | |
| 1990 | 09 | 01/17/1991 | | | | | |
| 1989 | 09 | 01/08/1990 | | | | | |
| 1988 | 09 | 01/19/1989 | | | | | |
| 1987 | 09 | 01/19/1988 | | | | | |

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Scanned Documents

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| Document Number | Description | Date Received |
|--------------------|------------------|---------------|
| -00127806 | 96 ANNUAL REPORT | 09/25/1997 |
| -00205925 | 98 ANNUAL REPORT | 08/04/1998 |
| 00039449 | 99 ANNUAL REPORT | 07/22/1999 |
| | | |

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| 00163505 | 00 ANNUAL REPORT | 06/08/2000 |
|----------|------------------|------------|
| 00327988 | 01 ANNUAL REPORT | 06/22/2001 |
| 00518017 | 02 ANNUAL REPORT | 06/28/2002 |
| 00712645 | 03 ANNUAL REPORT | 05/23/2003 |
| 00960337 | 04 ANNUAL REPORT | 06/18/2004 |
| 01256797 | 05 ANNUAL REPORT | 06/30/2005 |
| 01671269 | 06 ANNUAL REPORT | 06/29/2006 |
| 02096001 | 07 ANNUAL REPORT | 07/23/2007 |

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Administrative Dissolutions and Reinstatements

(Click on gray button - if present - to view notice - will open in a new window)

| Administrative Dissolution Date | Administrative Dissolution Reason | Reinstatement Date |
|---------------------------------------|-----------------------------------|-----------------------|
| 04/10/1984 | | 06/22/1984 |
| 04/10/1983 | | 07/12/1983 |

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| Location | Date Received | Description |
|-------------|------------------|---|
| 20005006008 | 04/10/1983 | REVOCATION |
| 10038028041 | 07/12/1983 | 82 ANNUAL REPORT |
| 20007060048 | 07/12/1983 | REINSTATEMENT |
| 20007078016 | 07/12/1983 | REINSTATEMENT (MAIL RETURNED FILM ONLY) |
| 20010037028 | 09/16/1983 | 83 ANNUAL REPORT/MAIL RETURNED |
| 20015066030 | 02/08/1984 | DELINQUENT NOTICE/MAIL RETURNED |
| 20016024031 | 04/10/1984 | REVOCATION |
| 20017012008 | 04/24/1984 | REVOCATION NOTICE/MAIL RETURNED |
| 10100003042 | 06/22/1984 | 83 ANNUAL REPORT |
| 20018036043 | 06/22/1984 | REINSTATEMENT |
| 10135014046 | 01/14/1985 | 84 ANNUAL REPORT |
| 10209014019 | 02/24/1986 | 85 ANNUAL REPORT |
| | | |

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|-------------|------------|----------------------------|
| 10274017010 | 01/15/1987 | 86 ANNUAL REPORT |
| 10351017023 | 01/19/1988 | 87 ANNUAL REPORT |
| 20079070041 | 01/13/1989 | CORPORATION ADDRESS CHANGE |
| 10432029042 | 01/19/1989 | 88 ANNUAL REPORT |
| 10506037021 | 01/08/1990 | 89 ANNUAL REPORT |
| 10584017027 | 01/17/1991 | 90 ANNUAL REPORT |
| 10658025035 | 01/21/1992 | 91 ANNUAL REPORT |
| 10729030034 | 01/15/1993 | 92 ANNUAL REPORT |
| 10812009012 | 01/14/1994 | 93 ANNUAL REPORT |
| 10924018006 | 03/21/1995 | 94 ANNUAL REPORT |
| 10995004010 | 01/22/1996 | 95 ANNUAL REPORT |
| 11168012008 | 08/25/1997 | 96 ANNUAL REPORT |
| 11261008005 | 06/25/1998 | 98 ANNUAL REPORT |
| 31547002021 | 07/22/1999 | 99 ANNUAL REPORT |
| 31581002696 | 06/08/2000 | 00 ANNUAL REPORT |
| 31623002445 | 06/22/2001 | 01 ANNUAL REPORT |
| 31673003588 | 06/28/2002 | 02 ANNUAL REPORT |
| 31728001052 | 05/23/2003 | 03 ANNUAL REPORT |
| 31813001632 | 06/18/2004 | 04 ANNUAL REPORT |
| 20333022038 | 08/10/2005 | FILM ONLY (OTHER) |
| | | |

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Arizona Corporation Commission State of Arizona Public Access System

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05/21/2008

Corporate Status Inquiry

File Number: -0504117-3

Corp. Name: TITUS TOOL COMPANY INC.

This Corporation is in Good Standing

This information is provided as a courtesy and does not constitute legally binding information regarding the status of the entity listed above. To obtain an official Certificate indicating that the entity is in good standing click on Print Certificate and follow printing instructions. To re-print a previously generated Certificate of Good Standing click Reprint Certificate.

Print Certificate

Reprint Certificate

Return to Corporate Inquiry

EXHIBIT D

APR-08-2002 MON 02:33 PM MCMICHAEL MEDLIN & WEIR

FAX NO. 318 221 0008

P. 02

SALES CONTRACT

This Sales contract (in further text Contract) is made between

LAMA d.d. Dekani, 6001 Koper, Slovenia (in further text Lama)

and

HARDWARE Resources L.L.C. of Bossier City, Louisiana, USA (in further text Hardware),

on the Octobor 20th, 1999,

WHEREAS Hardware is presently engaged in the design, manufacture, marketing and sales of a range of products including concealed hinges, known as Basic and Basic ST hinges identified herein as the Products.

WHEREAS Hardware wishes to engage in the business of purchasing, marketing, reselling and distributing of the Products in the United States of America and its territories and insular possessions (in further text: the Territory).

the parties hereto, in consideration of mutual covenants contained herein, agree as follows:

I, DUTIES of LAMA

Lama hereby appoints Hardware as selier of Products within the Territory and grants Hardware the right to purchase for resale in accordance with the terms of this Contract, whereas such appointment and such right will continue until terminated in accordance with article VIII. of this Contract, In case Hardware fulfills the provisions of article III. of this Contract Lama shall not sell the Product is anyone else in the Territory.

The contract parties state that Lama is already selling the Products in the Territory to Amerock Corporation, Rockford, Illinois, what does not constitute a violation of this Contract.

II, TERMS of DISTRIBUTION

a) Until termination of this Contract Lama agrees to supply Hardware along with the Products also other articles it produces if this is not in collision with the existing and future commitments of Lama and under the terms and conditions to be agreed upon time to time.

- b) Hardware agrees that, until this Contract is terminated according to its provisions, it will:
 - 1) promote, market and sell the Products in the Territory,
 - currently inform Lama about the market situation in the Territory, competition activity, opportunities, new product necessity as well as the need for improvement of existing products, and similar,
 - 3) organize at least once a year mutual visits of important customers,
 - 4) carry a sufficient supply of the Products through purchases of inventory, which in Hardware's sole discretion is adequate to satisfy reasonable demands of customers in the territory,
 - pay all amounts due to Lama hereunder, when duc. The largest amount of debt without a guarantee may not exceed 300.000.- US dollars,
 - 6) and comply with al laws, ordinances, rules and regulations applicable to its performance under this Contract and obtain all necessary licenses and permits needed for its performance under this Contract, as well as pay all taxes, fees, charges and assessments imposed by any federal, state or local government authority.
- c) Participation on fairs and other promotion activities will be agreed by the parties separately.
- d) Hardware agrees to use its best efforts to market and sell the Products in the Territory.
- e) Hardware and its President Mr. Lowe agree that during the term of this Contract they shall not be engaged, directly or indirectly, in any business activities which compete with the activities carried out under this Contract, with the exception of the final sale of FGV hinges on inventory the day this Contract is made. The inventory of FGV hinges is estimated to 25.000.- US dollars. The only exception to the above are 130 degree FGV hinges needed to round out Hardwares inventory until Larna can develop a comparable product.

III. MINIMUM PURCHASE

Hardware agrees to make the following minimum purchases from Lama:

a) Hardware agree that it will make a gross purchase of the Products in the year 1999 in the amount of 950.000.- US dollars, which dollar amount includes purchases made by Hardware prior to the effective date of this Agreement. The estimated purchase for 1999 is actually 1.050.000.-, but some of this amount may be shipped in the early part of January due to production schedules or shipping

b) Hardware agree that it will make a gross purchase of the Products in the year 2000 in the amount of 2.000.000.- US dollars.

Document 15-5

- c) Mardware agree that it will make a gross purchase of the Products in the year 2001 in the amount of 3.000.000.- US dollars.
- d) Hardware agree that it will make a gross purchase of the Products in the year 2002 in the amount of 3,000,000.- US dollars, whereas the precise higher amount will be mutually determined in the first quarter of the year 2001.

II, due to any reasons whatsoever, Hardware does not succeed or is not able to reach any of these minimal yearly purchases, Lama will be free to sell the Products to anybody within the Territory, and/or terminale this Contract with immediate effect. The no Shall Hardware bahald responsible for indirect a consepondent Lama shall use its best efforts to provide Hardware on a timely basis with Products that are subject to this Contract.

IV. PRICES

- a) Hardware will in his name and on his behalf sell the Products. The price list for the Products is stated in Attachment No.1, that is an integral part of this contract. Hardware shall be free to determine the selling price of the goods in regards to third persons.
- b) Lama agrees to maintain its current pricing to Hardware till the end of 2001, which shall not apply in case of an increase of production costs for more than 10 % or fall of the US exchange against rate the EURO valid on the date of agreement for more than 10%
- Beginning in 2002 Lama agrees to use its best efforts to maintain its current pricing, but if is anable to do so it will maintain its pricing at a level that will allow Hardware to be competitive in selling against Ferrari, Salice and FGV in the Territory.
- d) Lama agrees that during the term of this Contract it shall not sale the Products to any other customer in the Territory at prices or on terms that are substantially more favorable than the prices and terms granted to Hardware.

V. QUALITY of PRODUCTS

Lama undertakes to supply Products at standard quality, that is in accordance with the supplied samples. In case of discrepancies Lama will accept quality complaints presented in a period of 6 months from the date of supply. In cases of substantiated quality complaints the Products shall be replaced with adequate ones. If Lama is for longer period unable to supply Hardware Products which conform with the samples previouly supplied by Lama, except for the reasons of Force Majeure, then Hardware may tegrimate this, APR-08-2002 MON 02:34 PM MCMICHAEL MEDLIN & WEIR

FAX NO. 318 221 0008

P. 05

Contract. In no case shall Lama be held responsible for indirect or consequential damages, loss of production or lack of profit.

Document 15-5

The Products may be used only for purposes for which they have been made and in accordance with the instructions for use from the last catalogue of the producer. .

VI, DEVELOPMENT of NEW ARTICLES

The contract parties agree to develop new articles for the U.S. market during the duration of this Contract. The development of new articles and the definition of this will be subject to a special agreement.

VII. PATENTS.

To the best of Lama's knowledge the Basic and Basic ST hinges may be sold in the Territory without conflict with third parties patents or trademarks.

VIII, DURATION and TERMINATION of the CONTRACT

The Contract shall be effective upon its execution and delivery by the parties hereto and will remain so till the end of the year 2002. This agreement may be terminated immediately by either party by written notice given by mail, telegraph, fax or otherwise in the event of:

a) insolvency of the other party, bankruptcy or dissolution,

b) any failure of the other party to comply with the provisions of this Contract that has not been remedied in ten (10) days after a written notice was given thereof.

Notice to Hardware:

Hardware Resources

4319 Marlena

Bossier City, LA 71111

USA

Attention: President

Via fax (318) 742 9513

Notice to Lama:

LAMA d.d., Dckani

6001 Koper, P.O.B. 91

Slovenia

Attention: President

Via fax: + 386 66 490 102

APR-08-2002 MON 02:35 PM MCMICHAEL MEDLIN & WEIR

FAX NO. 318 221 0008

P. 06

IX. FORCE MAJEURE

Each Lama and Mardware shall be relieved of their obligations under this Contract if, when and to the extent the other party is unable to perform hereunder or is limited in such performance because of Force Majeure. As used herein, Force Majeure shall include Acts of God, fires, explosions, bombings, floods, civil commotion, riots, labor disputes, strikes, lockouts, boycotts, picketing or other industrial disturbances, announced or unannounced wars, acis of military police, blockades, invasions, insurrections, power failures, failures or curtailments as well as delay of sources of supply of materials used in the manufacture of the Products, imposition of government priorities, and all similar business interruptions, casualtics, events and circumstances beyond control of Lama and Hardware, whether related or unrelated, similar or dissimilar to any of the foregoing. When the limitations or curtailment caused by Force Majeure shall have ended, the obligations of Lama and Hardware shall be restored to full force and effect.

Document 15-5

X. CONFIDENTIALITY

Neither party shall disclose the terms of this Contract to third persons, except for its attorneys, accountants or other legitimate counselors, its owners and the persons authorized by such owners or if so required by a court of law. If such disclosure is made, these persons shall be advised in writing that this document is confidential and that the contents should not be further disclosed. The provisions of this article shall survive the termination of this Contract.

Either party hereto shall at all times keep confidential and not disclose to any third party any secret or confidential information to which such party shall become privy by reason of the negotiation, preparation, execution, delivery or performance of this Contract.

XI. ENTIRE AGREEMENT

This Contract constitutes the entire agreement and understanding between the parties hereto with respect to the subject matter hereof; all prior negotiations, agreements and understandings are merged herein.

XII. MODIFICATION

This Contract shall not be amended or modified in any respect unless in writing signed by both parties hereto, as the contract itself was made,

XIII. SEVERABILITY

APR-08-2002 MON 02:35 PM MCMICHAEL MEDLIN & WEIR

FAX NO. 318 221 0008

P. 07

If any provision of this Contract shall be deemed illegal the remaining provisions shall remain in full force and effect, except if because of a illegal provisions the entire agreement looses its sense and purpose.

XTY, SETTLEMENT of DISPUTES

Except for claims for injunctive relief against any of the parties to this contract or against any third parties arising out of the breach of this contract, any dispute, controversy, or claim arising out of or relating to this Agreement, or to the breach, termination or invalidity hereof shall be settled by an arbitration in accordance with the UNCITRAL arbitration rules in force as of date hereof. In the event of any conflict between the said rules and this clause, the provisions of this clause shall govern. The Chairman of the London, England Chamber of commerce shall be the appointing authority and shall administer the arbitration. The number of arbitrators shall be three, with one appointed by Lama and Hardware each, and the third selected by such appointees. The place of arbitration shall be London, England. The language used in the arbitration shall be English. The arbitration shall interpret this contract in accordance with the substantive laws of the United Kingdom. Subject to the Rules of this Agreement and the UNCITRAL arbitration rules, the arbitral tribunal may conduct the arbitration in such manner as it considers appropriate, provided that the parties are treated with equality and that at any stage of the proceedings each party is given a full opportunity of presenting his case. Judgment upon the award of the arbitrators may be entered in any court having jurisdiction hereof. The parties acknowledge that this contract and any award rendered pursuant to it shall be governed by the United Nations convention on the recognition and enforcement of foreign arbitration awards, adopted in 1958.

XV. LANGUAGE

The English version of this Contract, regardless of whether a translation in any other language is or will be made, shall be the only authorized version hereof.

XVI. COUNTERPARTS

The Contract is made in four counterparts, each of which shall deemed an original. Each party receives two counterparts.

Lama d.d.

Hardware Resources LL.C

Signed by

O JERTIAL Signed by

Title

it1e

Page 6 of 6

T&:E81DE7JT

EXHIBIT E

U.S. Marketing Agreement

between

Lama d.d., a Slovenian Corporation

And

Hardware Resources Division of Progressive Stamping and Plating, Inc., a Louisiana Corporation.

Commitment of HR to Lama.

HR agrees to buy and sell Lama hinges in the US market under the Lama brand name with pricing and terms that been previously agreed to. HR agrees that Lama hinges will be offered and promoted as the premium hinge product. HR further agrees to restrict the sales of it's Chinese hinge to markets that require a low cost product to compete with DTC, FGV and other China products. HR will not allow Lama business to be replaced by the Chinese hinge. HR will also not sell the Chinese hinge to existing Lama/Amerock Distributors.

HR agrees to promote the Lama hinge (see attached distribution offer) to all former customers of Lama via Amerock with extreme efforts to protect this market share for Lama. HR will make every attempt to keep these customers happy and reduce friction of the direct sales force of HR against these customers per the distribution offer attached.

HR has hired a Lama specialist to work only the Lama products with both distribution and OEM customers. He is based in Atlanta and has the responsibility to work the entire US market for this product line. He will also work directly with Lama people to make sales calls on specific target accounts. He will be available to work with Lama people on short notice and will devote his time to helping Lama better understand the US market. HR further agrees to keep this position filled if Mark Nelson leaves HR employment for any reason.

HR agrees to make best efforts to meet the following purchase commitments:

Next 12 months (beginning after Amerock direct containers are cleared)- \$3.5mm representing no loss of market share. The major factor is the excess inventory that will be in US market due to over-buying from Amerock customers.

After Lama produces the new 125 hinge, we expect to have a 35% per year growth in Lama hinge business for the next 3 years...

HR further estimates that the volume of new 125 hinges to be 9 million pieces after having enough time market it properly.

Property Contract

US Marketing Agreement between Lama & HR

Commitment of Lama to HR

Lama agrees to 100% loyalty to HR. No other direct sales to US market.

Lama people are free to make sales calls in US market, if accompanied by HR hinge specialist.

Lama will provide a new 125 hinge ready for shipment in early September of 2004.

Lama will provide samples of a tool free (Inserta style) hinge for existing 110 clip on hinge by June of 2004.

Lama will provide a new FF plate for standard 110 hinge per HR specifications by October of 2004 or sooner.

Lama agrees to keep close tolerance of dowels to 8,4 - 8,6 mm.

Joint Commitments

HR and Lama will share 50/50 advertising cost of promoting the new 125 hinge.

HR and Lama will work together to with HR to remain competitive in US market.

HR and Lama will work to build a US joint venture to produce a new face frame hinge. Details to be worked out at a later date. HR has already designed and made drawings for the new plating facility to accommodate this venture. Lama will provide tooling and machine cost estimates in near future.

This agreement shall remain in effect unless cancelled in writing by either party.

Bossier City, May 22th, 2004

Lama d.d. Dekani

Hardware Resources Division of Progressive Stamping and Plating, Inc.,

Ivan Majcen President Jeff Lowe President

7

EXHIBIT F

Page 1 of 5 Filed 11/09/2007 Document 1 Case 5:07-cv-01875-SMH-MLH U. S. DISTRICT COURT WESTERN DISTRICT OF LOUISMAN RECEINED UNITED STATES DISTRICT COURT NOV 9 A12007 FOR THE WESTERN DISTRICT OF LOUISIANA Civil Action No. HARDWARE RESOURCES, INC. Plaintiff, 5:07cv1875 VS. LAMA, d. d. and TITUS INTERNATIONAL JURY DEMANDED Defendants.

COMPLAINT FOR DAMAGES

The complaint of Hardware Resources, Inc. a Louisiana Corporation ("Hardware"), by and through its attorneys respectfully represents:

THE PARTIES

- 1. Hardware is a Louisiana corporation with its primary place of business in Bossier City, Louisiana.
- 2. Lama, d. d. ("Lama") is a Slovenian corporation with its primary place of business in Koper, Slovenia.
- 3. Titus international ("Titus") is a United Kingdom corporation and is the sole owner and shareholder of Lama, d. d.

JURISDICTION AND VENUE

3. Lama and Titus conduct business throughout the United States of America and the State of Louisiana and have sufficient contacts with the State of Louisiana to warrant the exercise of general and specific personal jurisdiction by this Court.

Case 5:07-cv-01875-SMH-MLH Document 1 Filed 11/09/2007 Page 2 of 5

- 4. The amount in controversy in this action exceeds \$75,000.00, exclusive of interest and costs.
- 5. This court has jurisdiction over this action between citizens of different states under 28 U.S.C.A. Sec. 1332.
 - 6. Venue is proper in this district and division under 28 U.S.C.A. Sec. 1391(a).

COUNT I - BREACH OF CONTRACT

- 7. Hardware is engaged in the business of selling functional and decorative furniture hardware.
- 8. Lama is a manufacturer of functional furniture hardware components consisting of premium hinges and plates. In 2006, Titus became the owner of a majority of the stock of Lama. Since then, it has acquired 100 percent of the stock of Lama. Prior to its purchase of Lama, Titus was engaged in the business of selling fasteners and accessories for the self-assembly furniture industry throughout the world, including in the United States.
- 9. On May 22, 2004, Hardware and Lama signed a U. S. Marketing Agreement (the "Agreement") whereby Hardware would act as the exclusive distributor of Lama hinges in the United States. In the Agreement, Lama committed to "100 % loyalty" to Hardware and promised to make "no other direct sales to the U. S. Market" of its hinges other than through Hardware. The execution of the Agreement affirmed and continued a long-standing relationship between Hardware and Lama whereby Hardware had acted as exclusive distributor of Lama hinges in the United States.
- 10. In reliance on the commitments and promises of Lama in the Agreement (and in previous agreements) that it would be the exclusive distributor of Lama hinges in the United States, Hardware expended a great deal of time and money on promotional and marketing efforts, engaged in design and manufacturing efforts with regard to the development of new Lama hinge products, hired

personnel and purchased inventory from Lama. and purchased and distributed hinge-installation equipment for the use and benefit of the end-users of lama hinges.

- 11. At some point, Lama breached the Agreement and began marketing and selling its hinges directly to consumers, including Hardware's customers, in the United States through its parent company Titus.
 - 12. Such activities constitute breach of the Agreement by Lama.
- 13. As a result of Lama's breach of the Agreement, Hardware is entitled to recover from Lama all damages it has suffered as a consequence of the breach.

COUNT II - UNFAIR TRADE PRACTICES

- 14. Upon its purchase of Lama, Titus became a business competitor of Hardware.
- 15. Titus exerted control over Lama as its majority owner and shareholder.
- 16. Titus has exerted control over Lama and has caused and induced it to breach the Agreement with Hardware in an effort to harm the business of Hardware.
- 17. Such conduct constitutes unfair trade practices under the Louisiana Unfair Trade

 Practices Act and other applicable statutes in other states where similar conduct may have occurred.
- 18. As a result of Titus' illegal conduct, Hardware has suffered damages in the form of lost sales and profits, loss of business opportunity, loss of business reputation and damage to its business relationships.
- 19. Hardware is entitled to recover from Titus its actual damages, attorneys fees and cost of these proceedings.

Case 5:07-cv-01875-SMH-MLH

Document 1

Filed 11/09/2007

Page 4 of 5

JURY DEMAND

17. Hardware demands trial by jury on all issues.

WHEREFORE, Hardware prays that after trial by jury, there be judgment in its favor awarding reasonable damages for the losses it has suffered as a result of the illegal conduct of Lama and Titus, together with all applicable penalties, interest, costs and attorneys fees and all other fair and equitable relief to which it is entitled.

Respectfully submitted:

MCMICHAEL, MEDLIN, D'ANNA, WEDGEWORTH & LAFARGUE, L.L.C.

B√:

James C. McMichael, Jr.

La Bar No. 10443

504 Texas St., Suite 400

P.O. Box 72

Shreveport, LA 71161-0072

Phone: (318) 221-1004 Fax: (318) 221-0008

ATTORNEYS FOR PLAINTIFF HARDWARE RESOURCES DIVISION OF PROGRESSIVE STAMPING & PLATING, INC., Case 5:07-cv-01875-SMH-MLH

Document 1

Filed 11/09/2007

Page 5 of 5

UNITED STATES DISTRICT COURT FOR THE WESTERN DISTRICT OF LOUISIANA SHREVEPORT DIVISION

| HARDWARE RESOURCES, INC. |) | Civil Action No. |
|--|--------|------------------|
| Plaintiff, |)) | Judge |
| vs. |) | |
| LAMA, d. d. and TITUS INTERNATIONAL PLC |) | |
| Defendants. |) | JURY DEMANDED |

STATE OF LOUISIANA

PARISH OF CADDO

VERIFICATION

BEFORE ME, the undersigned authority, personally came and appeared SANJAY SINGH who, after being first duly sworn, deposed that he is employed by Hardware Resources, Inc. as its Chief Financial Officer, that he has read the above and foregoing Complaint for Damages, and that the statements of fact contained therein are true and correct to the best of his knowledge, information and belief.

SANJAY SINGH

SWORN TO AND SUBSCRIBED BEFORE ME, the Notary Public, on this the __

day of November, 2007.

Notary Public

EXHIBIT G

Case 5:07-cv-01875-SMH-MLH Document 2 Filed 12/07/2007 Page 1 of 5

UNITED STATES DISTRICT COURT FOR THE WESTERN DISTRICT OF LOUISIANA SHREVEPORT DIVISION

| HARDWARE RESOURCES, DIVISION OF PROGRESSIVE STAMPING | } | Civil Action No. 5:07cv1875 |
|---|-----------|-------------------------------------|
| & PLATING, INC. |) | |
| Plaintiff, |) | JUDGE S. MAURICE HICKS |
| vs. |) | |
| LAMA, d. d. and TITUS INTERNATIONAL | ·) -) | MAGISTRATE JUDGE MARK L. HORNSBY |
| PLC |) | |
| Defendants. |) | JURY DEMANDED |

FIRST AMENDED AND SUPPLEMENTAL COMPLAINT FOR DAMAGES

The first amended and supplemental complaint of Hardware Resources Division of Progressive Stamping & Plating, Inc. a Louisiana Corporation ("Hardware"), by and through its attorneys respectfully represents:

THE PARTIES

- 1. Hardware is a Louisiana corporation with its primary place of business in Bossier City, Louisiana.
- 2. Lama, d. d. ("Lama") is a Slovenian corporation with its primary place of business in Dekani, Slovenia.
- 3. Titus International ("Titus") is a United Kingdom corporation and is the sole owner and shareholder of Lama, d. d.
- 4. Titus Tool Company, Inc. ("Titus Tool") is an Arizona Corporation with its principal place of business in Kent, Washington and is a wholly owned subsidiary of Titus.

Case 5:07-cv-01875-SMH-MLH Document 2 Filed 12/07/2007 Page 2 of 5

JURISDICTION AND VENUE

- Lama, Titus and Titus Tool conduct business throughout the United States of
 America and the State of Louisiana and have sufficient contacts with the State of Louisiana to
 warrant the exercise of general and specific personal jurisdiction by this Court.
- 2. The amount in controversy in this action exceeds \$75,000.00, exclusive of interest and costs.
- This court has jurisdiction over this action between citizens of different states under
 U.S.C.A. Sec. 1332.
 - 4. Venue is proper in this district and division under 28 U.S.C.A. Sec. 1391(a).

COUNT I - BREACH OF CONTRACT

- Hardware is engaged in the business of manufacturing and selling of functional and decorative furniture hardware.
- 6. Lama is a manufacturer of functional furniture hardware components consisting of premium hinges and plates. In 2006, Titus became the owner of one hundred percent of the stock of Lama. Prior to its purchase of Lama, Titus was engaged in the business of selling fasteners and accessories for the self-assembly furniture industry throughout the world, including in the United States through its subsidiary Titus Tool.
- 7. On May 22, 2004, Hardware and Lama signed a U. S. Marketing Agreement (the "Agreement") whereby Hardware would act as the exclusive distributor of Lama hinges in the United States. In the Agreement, Lama committed to "100 % loyalty" to Hardware and promised to make "no other direct sales to the U. S. Market" of its hinges other than through Hardware.

Case 5:07-cv-01875-SMH-MLH Document 2 Filed 12/07/2007 Page 3 of 5

- 8. In reliance on the commitments and promises of Lama in the Agreement that it would be the exclusive distributor of Lama hinges in the United States, Hardware expended a great deal of time and money on promotional and marketing efforts, engaged in design and manufacturing efforts with regard to the development of new Lama hinge products, hired personnel and purchased inventory from Lama.
- 9. At some point, Lama breached the Agreement and began marketing and selling its hinges directly to customers in the United States through its parent company Titus and Titus Tool.
 - 10. Such activities constitute breach of the Agreement by Lama.
- As a result of Lama's breach of the Agreement, Hardware is entitled to recover from Lama all damages it has suffered as a consequence of the breach.

COUNT II - UNFAIR TRADE PRACTICES

- 12. Upon its purchase of Lama, Titus and Titus Tool became a business competitors of Hardware.
 - 13. Titus exerts control over Lama as its sole owner and shareholder.
- 14. Titus has exerted control over Lama and has caused and induced it to breach the Agreement with Hardware in an effort to harm the business of Hardware. Titus Tool has assisted Titus and Lama in their efforts to breach the Agreement and harm the business of Hardware.
- 15. Such conduct on the part of Titus and Titus Tool constitutes unfair trade practices under the Louisiana Unfair Trade Practices Act and other applicable statutes in other states where similar conduct may have occurred.
- 16. As a result of Titus' and Titus Tool's illegal conduct, Hardware has suffered damages in the form of lost sales and profits, loss of business opportunity, loss of business reputation and damage to its business relationships.

Case 5:07-cv-01875-SMH-MLH Document 2 Filed 12/07/2007 Page 4 of 5

17. Hardware is entitled to recover from Titus and Titus Tool its actual damages, attorneys fees and cost of these proceedings.

JURY DEMAND

18. Hardware demands trial by jury on all issues.

WHEREFORE, Hardware prays that after trial by jury, there be judgment in its favor awarding reasonable damages for the losses it has suffered as a result of the illegal conduct of Lama, Titus and Titus Tool, together with all applicable penalties, interest, costs and attorneys fees and all other fair and equitable relief to which it is entitled.

Respectfully submitted:

MCMICHAEL, MEDLIN, D'ANNA, WEDGEWORTH & LAFARGUE, L.L.C.

D----

James C. McMichael, Jr. La Bar No. 10443

504 Texas St., Suite 400

P.O. Box 72

Shreveport, LA 71161-0072

Phone: (318) 221-1004

Fax: (318) 221-0008

ATTORNEYS FOR PLAINTIFF HARDWARE RESOURCES DIVISION OF PROGRESSIVE STAMPING & PLATING, INC., Case 5:07-cv-01875-SMH-MLH Document 2 Filed 12/07/2007 Page 5 of 5

UNITED STATES DISTRICT COURT FOR THE WESTERN DISTRICT OF LOUISIANA SHREVEPORT DIVISION

| HARDWARE RESOURCES, DIVISION OF PROGRESSIVE STAMPING & PLATING, INC. | · · | Civil Action No. 5:07cv1875 |
|--|--------|-----------------------------|
| Pla mtiff , |) | JUDGE S. MAURICE HICKS |
| vs. LAMA, d. d. and TITUS INTERNATIONAL |) | MAGISTRATE JUDGE |
| PLC |) | MARK L. HORNSBY |
| Defendants. |) | JURY DEMANDED |

VERIFICATION

BEFORE ME, the undersigned authority, personally came and appeared SANJAY SINGH who, after being first duly swom, deposed that he is the Petitioner, that he has read the above and foregoing First Amended and Supplemental Complaint for Damages, and that the statements of fact contained therein are true and correct to the best of his knowledge, information and belief.

SANJAY SINGH

SWORN TO AND SUBSCRIBED BEFORE ME, the Notary Public, on this the

day of December____, 2007.

Notary Public

EXHIBIT H

McMICHAEL, MEDLIN, D'ANNA & WEDGEWORTH, L.L.C.

Attorneys and Counselors at Law 504 Texas Street, Suite 400 Post Office Box 72 Shreveport, LA 71161-0072

Telephone: 318-221-1004 Facsimile: 318-221-0008 Of Counsel Norman I. Lafargue

Associate Caroline Hunsicker

January 10, 2008

Via Certified Mail
Return Receipt Requested
No. 7000 1530 0004 3688 1381

and

James C. McMichael, Jr.

W. Deryl Medlin*

A. L. Wedgeworth, III

*Board Certified in Taxation and in Estate Planning and Administration

John R. D'Anna

Via Facsimile (253) 872-2827

Titus Tool Co. Inc. 22020 72nd Avenue South Kent WA 98032

No. 5:07v1875; Hardware Resources, a Division of Progressive Stamping & Plating, Inc. vs. Titus International Plc, Lama d.d. and Titus Tool Company, Inc.

Dear Representative:

Enclosed please find a copy of the Complaint for Damages and First Amended and Supplemental Complaint for Damages filed in the above matter on November 9, 2007 and December 7, 2007 in which Titus Tool Company, Inc. has been named as a defendant.

A Notice of Lawsuit and Waiver of Service Summons is also enclosed. Please read over the documents and respond to me as requested in the Notice.

Very truly yours,

James C. McMichael, Jr.

JCM/mm Enclosure

| Postage Try Certified Fae Try Sturm Receipt Fee Annot Bequired) And Postage & Fees Ent To City, State, App, No.; or PO City, State, App, No.; or PO Street, App, | 2. Article.Number 7000 K30 D PS Form 3811, February 2004 Domestic Return Receipt | The Tool Co Inc 22020 72nd Ave South | omplete red, e reverse ou, mailpiece, |
|---|--|---|---|
| Box No nu And | D Insured Mall D.C.O.D. A. Restricted Delivery (Extra Fee) D Yes D DDO 4 3688 138 102585-0244-1840 | _ | A. Signature X. Tilemania (Name) B. Received by (Printed Name) C. Daily of Delivery C. Jack of Delivery D. is delivery address different from Item 17 If YES, enter delivery address below: |

P. 1 Communication Result Report (Jan. 10. 2000 2:50PM) * * .* 1) MMDW Date/Time: Jan. 10. 2008 2:37PM Page File Not Sent Pg (s) Result Destination No. Mode P. 15 OK G3-AT :12538722827 4219 Memory TX

Reason for error
E. 1) Hang up or line fail
E. 3) No answer
E. 5) Exceeded max. E-mail size

E. 2) Busy
E. 4) No facsimile connection

McMichael, Meidlin, D'Anna, Weidgeworth & Laparigue, Ll.C. Address and Committee at Law 504 (Dees Booth, Suit 400 Pattollino Boot 72

(318) 221-1004

TELECOPY TRANSMITTAL LETTER

January 10, 2008

TO:

Titus Tool Co. Inc. 22020 72rd Avesme South Keni WA 98032

No. 5:07ex1875; Hardwan Resputes, a Division of Progressive Stamping & Flating, Inc. vs. Titus International Pic, Lama A.d. and Titus Tool Company, Inc.

FROM:

Marti McMichael

Paralegal to Jennes C. McMichael, Jr.

(253) 872-2827 Fax No.

Total Pages (including this cover page): _

IF YOU DO NOT RECEIVE ALL PAGES OR HAVE ANY PROBLEMS WITH RECEIVING, PLEASE CALL: (318) 221-1004.

_ Original being mailed

___Original not being mailed

The informating contained in this is caiming message is logally privileged and confidential, intended only for the set of the included or early meased below. If the modes of this message is not the intended project, or the employed or agent respectable to deliver into the intended and intended project, or the employed or companies of this communication is strictly multilized. If you have received his accommission in complete metity as immediately by minister, and return the original message to us at the shown althous via the U.S. Fortal Service.

SAO 398 (Rev. 12/93)

NOTICE OF LAWSUIT AND REQUEST FOR WAIVER OF SERVICE OF SUMMONS

| TO: | (A) | TITUS TOOL COMPANY, INC. |
|----------------|-------------------------------------|---|
| as | (B) | of (C) |
| (D) | laint i | lawsuit has been commenced against you (or the entity on whose behalf you are addressed). A copy of the is attached to this notice. It has been filed in the United States District Court for the WESTERN District of LOUISIANA The assigned docket number (E) 5:07CV1875 |
| and h | | AL COLLEGE OF CASE OF |
| comp within | sed w laint. n (F) nt. I e | is not a formal summons or notification from the court, but rather my request that you sign and return the aiver of service in order to save the cost of serving you with a judicial summons and an additional copy of the The cost of service will be avoided if I receive a signed copy of the waiver 20 days after the date designated below as the date on which this Notice and Request nclose a stamped and addressed envelope (or other means of cost-free return) for your use. An extra copy wer is also attached for your records. |
| that s | oe ser ou wi h this | you comply with this request and return the signed waiver, it will be filed with the court and no summons wed on you. The action will then proceed as if you had been served on the date the waiver is filed, except ill not be obligated to answer the complaint before 60 days from the date designated below as the date on notice is sent (or before 90 days from that date if your address is not in any judicial district of the United |
| Rules | ceina s, ask ce. In | you do not return the signed waiver within the time indicated, I will take appropriate steps to effect formal manner authorized by the Federal Rules of Civil Procedure and will then, to the extent authorized by those the court to require you (or the party on whose behalf you are addressed) to pay the full costs of such a that connection, please read the statement concerning the duty of parties to waive the service of the which is set forth at the foot of the waiver form. |
| JAI | I a I AUN | ffirm that this request is being sent to you on behalf of the plaintiff, this 10TH day of 2008 |
| | | Jullellen |
| | | Signature of Plaintiff's Attorney |

or Unrepresented Plaintiff

A.—Name of individual defendant (or name of officer or agent of corporate defendant)

B.—Trile, or other relationship of individual to corporate defendant

C-Name of corporate defendant, if any

D-District

E-Docket number of action

F—Addressee must be given at least 30 days (60 days if located in foreign country) in which to return waiver

⊘AO 399

(Rev. 10/95)

WAIVER OF SERVICE OF SUMMONS

| TO: HAR | DWARE R | ESOURCES, A DI | IVISION OF PROGR | ESSIVE STAMPIN | IG & PLATING, INC | · |
|---|---|---|--|---|---|---------------------------------------|
| | | (NAME OF F | PLAINTIFF'S ATTORNEY OF | LUNREPRESENTED PLA | INTIFF) | |
| I, | | TITUS TOOI (DEFENDAN | | , acknow | ledge receipt of your r | equ e st |
| that I waive s | service of su | mmons in the actio | on of . | HARDWARE VS | S. LAMA ET AL FACTION) | |
| which is case | number | · · · · · · · · · · · · · · · · · · · | 5:07CV1875 (DOCKET NUMBER) | in the l | United States District (| Court |
| for the | | WESTERN | District of | L | OUISIANA | · · · · · · · · · · · · · · · · · · · |
| I agree to that I (or the or venue of the | ned waiver save the cosentity on when entity on whose court exc | to you without cost at of service of a sun nose behalf I am act nose behalf I am act ept for objections b | to me. mons and an additiona ting) be served with ju- ing) will retain all defe | l copy of the compla dicial process in the nses or objections to summons or in the | int in this lawsuit by no manner provided by R the lawsuit or to the ju- service of the summon shalf I am acting) if an | trequiring ule 4. |
| answer or mo | otion under l | Rule 12 is not serve | d upon you within 60 | lays after | (DATE REQUEST WAS SE | NT) |
| or within 90 | days after th | at date if the reque | st was sent outside the | United States. | | |
| • | | · . | · · · · · · · · · · · · · · · · · · · | | | |
| | (DATE) | | | (SIGNATURE) | | |
| | | Print | ed/Typed Name: | | | |
| | | As . | (TITLE) | of | (CORPORATE DEFENDA) | (I) |

Duty to Avoid Unnecessary Costs of Service of Summons

Rule 4 of the Federal Rules of Civil Procedure requires certain parties to cooperate in saving unnecessary costs of service of the summons and complaint. A defendant located in the United States who, after being notified of an action and asked by a plaintiff located in the United States to waive service of summons, fails to do so will be required to bear the cost of such service unless good cause be shown for its failure to sign and return the waiver.

It is not good cause for a failure to waive service that a party believes that the complaint is unfounded, or that the action has been brought in an improper place or in a court that lacks jurisdiction over the subject matter of the action or over its person or property. A party who waives service of the summons retains all defenses and objections (except any relating to the summons or to the service of the summons), and may later object to the jurisdiction of the court or to the place where the action has been brought.

A defendant who waives service must within the time specified on the waiver form serve on the plaintiff's attorney (or unrepresented plaintiff) a response to the complaint and must also file a signed copy of the response with the court. If the answer or motion is not served within this time, a default judgment may be taken against that defendant. By waiving service, a defendant is allowed more time to answer than if the summons had been actually served when the request for waiver of service was received.

5:07cv1875

OVER SHEET

The JS 44 civil cover sheet and the information contained herein neither replace nor supplement the filing and service of pleadings or other papers as required by law, except as provided by local rules of court. This form, approved by the Judicial Conference of the United States in September 1974, is required for the use of the Clerk of Court for the purpose of initiating the civil docket sheet. (SEE INSTRUCTIONS ON THE REVERSE OF THE FORM.) DEFENDANTS PLAINTIFFS LAMA, d.d. AND TITUS INTERNATIONAL PLC HARDWARE RESOURCES, INC. Koper, Slovenia (b) County of Residence of First Listed Plaintiff Bossier Parish, Louisiana County of Residence of First Listed Defendant (IN U.S. PLAINTIFF CASES ONLY) (EXCEPT IN U.S. PLAINTIFF CASES) NOTE: IN LAND CONDEMNATION CASES, USE THE LOCATION OF THE LAND INVOLVED. Attorneys (IEKnown) (c) Attorney's (Firm Name, Address, and Telephone Number) James C. McMichael, Jr. / McMichael, Medlin, D'Anna, Wedgeworth & Lafargue, P. O. Box 72, Shreveport, LA 71161 ph 318.221.1004 III. CITIZENSHIP OF PRINCIPAL PARTIES(Place an "X" in One Box for Plaintiff II. BASIS OF JURISDICTION (Place an "X" in One Box Only) and One Box for Defendant) (For Diversity Cases Only) 3 Federal Question U.S. Government Incorporated or Principal Place (U.S. Government Not a Party) Plaintiff of Business In This State ☐ 2 Incorporated and Principal Place O 5 IJ 5 D 2 Citizen of Another State U.S. Government 80 4 Diversity of Business In Ariother State Defendant (indicate Citizenship of Parties in Item III) 173 6 🗷 3 Foreign Nation Citizen or Subject of a Foreign Country IV. NATURE OF SUIT (Place an "X" in One Box Only) OTHER STATUTES: BANKRUPTCY FORESTURE/PENALTY :: CONTRACT 450 ☐ 422 Appeal 28 USC 158 ☐ 423 Withdrawal 1 400 State Reapportionment 610 Agriculture PERSONAL INJURY PERSONAL INJURY T 110 Insurance 1 410 Antigrest
1 430 Banks and Banking
1 450 Commerce 620 Other Food & Drug 362 Personal Injury -310 Airplane
315 Airplane Product 🗖 120 Marine 28 USC 157 675 Drug Related Seizure Med. Malpractice (1 130 Miller Act of Property 21 USC 881 365 Personal Injury -140 Negotiable Instrument Lisbility PROPERTY RIGHTS 460 Deportation
470 Racketeer Influenced and 320 Assault, Libel & Product Liability 630 Liquor Laws 640 R.R. & Truck ☐ 150 Recovery of Overpayment & Enforcement of Judgmen ☐ 820 Copyrights 640 R.R. & Truck
650 Airline Regs.
660 Occupational Siander 7 368 Ashestos Personal Corrupt Organizations Injury Product S30 Patent 330 Federal Employers' 151 Medicare Act О 4X0 Consumer Credit D 840 Trademark 152 Recovery of Defaulted Liability
PERSONAL PROPERTY Liability 490 Cable/Sat TV 00 Safety/Health 340 Marine 210 Selective Service 690 Other 345 Marine Product 370 Other Frand (Excl. Veterans) ō 850 Securities/Commodities/ 371 Truth in Lending Liability 350 Motor Vehicle 153 Recovery of Overpayment Exchange ☐ 861 HIA (1395ff) 380 Other Personal 710 Fair Labor Standard of Veteran's Benefits 375 Customer Challenge 1 862 Black Lung (923) 355 Motor Vehicle
Product Liability Property Damage ☐ 160 Stockholders' Suits 720 Labor/Mgmt. Relations 730 Labor/Mgmt.Reporting 12 USC 3410 CJ 863 DIWC/DIWW (405(g)) ☐ 385 Property Damage 190 Other Contract ☐ 864 SSID Title XVI 890 Other Stanstory Actions Product Liability 195 Contract Product Liability D 360 Other Personal 891 Agricultural Acts & Disclosure Act ☐ 865 RSI (405(g)) 196 Franchise Injury CIVIC RIGHTS FEDERAL TAX SUITS 892 Economic Stabilization Act REALPROPERTY PRISONER PETITIONS 740 Railway Labor Act 🗆 870 Taxes (U.S. Plaintiff 893 Environmental Matters 790 Other Labor Litigation 441 Voting 510 Motions to Vacate 7 210 Land Condemnation ☐ 894 Energy Allocation Act or Defendant) 791 Empl. Ret. Inc. 442 Employment Sentence 1 220 Foreclosure ☐ 895 Freedom of Information ☐ 871 IRS—Third Party Security Act Habeas Corpus: 230 Rent Lease & Ejectment 1 443 Housing 26 USC 7609 Accommodations 000 530 Ceneral 17 240 Torrs to Land ☐ 900Appeal of Fee Determination 535 Death Penalty 245 Tort Product Liability 1 444 Welfare Under Equal Access 540 Mandamus & Other 445 Amer. w/Disabilities 290 All Other Real Property to Justice 550 Civil Rights Employment 350 Constitutionality of 555 Prison Condition 1 446 Amer. w/Disabilities State Statutes 440 Other Civil Rights Appeal to District Judge from V. ORIGIN (Place an "X" in One Box Only) Transferred from ☐ 6 Multidistrict □ 7 Reinstated or 5 **3** ☐ 2 Removed from Remanded from another district (specify) Original Litigation Reopened Appellate Court Cite the U.S. Civil Statute under which you are filing (Do not cite jurisdictional statutes unless diversity): 28 U.S.C.A. Sec. 1332 VI. CAUSE OF ACTION Brief description of cause: BREACH OF CONTRACT AND UNFAIR TRADE PRACTICES CHECK YES only if demanded in complaint:

CHECK IF THIS IS A CLASS ACTION DEMAND S VII. REQUESTED IN JURY DEMAND: Yes DNo UNDER F.R.C.P. 23 COMPLAINT: VIII. RELATED CASE(S) (See instructions): DOCKET NUMBER IF ANY SIGNATURE OF ATTORNEY OF B DATE FOR OFFICE USE ONLY MAG, JUDGE AMOUNT

| U. S. DISTRICT COURT NEST: WEEDE RICT OF LOUISIANA NEST: WEDEWED | | , |
|--|-------------|------------------|
| NOV 9 - 2007 ROBERT H, SHEMWELL, CLERK UNITED STATES BY SHREVEPORT SHREVEPORT SHREVEPORT | ISTRIC | T OF LOUISIANA |
| HARDWARE RESOURCES, INC. |) | Civil Action No. |
| Plaintiff, vs. |) | 5:07cv1875 |
| LAMA, d. d. and TITUS INTERNATIONAL PLC Defendants. |))) | JURY DEMANDED |

COMPLAINT FOR DAMAGES

The complaint of Hardware Resources, Inc. a Louisiana Corporation ("Hardware"), by and through its attorneys respectfully represents:

THE PARTIES

- 1. Hardware is a Louisiana corporation with its primary place of business in Bossier City, Louisiana.
- 2. Lama, d. d. ("Lama") is a Slovenian corporation with its primary place of business in Koper, Slovenia.
- 3. Titus International ("Titus") is a United Kingdom corporation and is the sole owner and shareholder of Lama, d. d.

JURISDICTION AND VENUE

3. Lama and Titus conduct business throughout the United States of America and the State of Louisiana and have sufficient contacts with the State of Louisiana to warrant the exercise of general and specific personal jurisdiction by this Court.

- 4. The amount in controversy in this action exceeds \$75,000.00, exclusive of interest and costs.
- 5. This court has jurisdiction over this action between citizens of different states under 28 U.S.C.A. Sec. 1332.
 - 6. Venue is proper in this district and division under 28 U.S.C.A. Sec. 1391(a).

COUNT I - BREACH OF CONTRACT

- 7. Hardware is engaged in the business of selling functional and decorative furniture hardware.
- 8. Lama is a manufacturer of functional furniture hardware components consisting of premium hinges and plates. In 2006, Titus became the owner of a majority of the stock of Lama. Since then, it has acquired 100 percent of the stock of Lama. Prior to its purchase of Lama, Titus was engaged in the business of selling fasteners and accessories for the self-assembly furniture industry throughout the world, including in the United States.
- 9. On May 22, 2004, Hardware and Lama signed a U. S. Marketing Agreement (the "Agreement") whereby Hardware would act as the exclusive distributor of Lama hinges in the United States. In the Agreement, Lama committed to "100 % loyalty" to Hardware and promised to make "no other direct sales to the U. S. Market" of its hinges other than through Hardware. The execution of the Agreement affirmed and continued a long-standing relationship between Hardware and Lama whereby Hardware had acted as exclusive distributor of Lama hinges in the United States.
- 10. In reliance on the commitments and promises of Lama in the Agreement (and in previous agreements) that it would be the exclusive distributor of Lama hinges in the United States, Hardware expended a great deal of time and money on promotional and marketing efforts, engaged in design and manufacturing efforts with regard to the development of new Lama hinge products, hired

personnel and purchased inventory from Lama. and purchased and distributed hinge-installation equipment for the use and benefit of the end-users of lama hinges.

- 11. At some point, Lama breached the Agreement and began marketing and selling its hinges directly to consumers, including Hardware's customers, in the United States through its parent company Titus.
 - 12. Such activities constitute breach of the Agreement by Lama.
- 13. As a result of Lama's breach of the Agreement, Hardware is entitled to recover from Lama all damages it has suffered as a consequence of the breach.

COUNT II - UNFAIR TRADE PRACTICES

- 14. Upon its purchase of Lama, Titus became a business competitor of Hardware.
- 15. Titus exerted control over Lama as its majority owner and shareholder.
- 16. Titus has exerted control over Lama and has caused and induced it to breach the Agreement with Hardware in an effort to harm the business of Hardware.
- 17. Such conduct constitutes unfair trade practices under the Louisiana Unfair Trade Practices Act and other applicable statutes in other states where similar conduct may have occurred.
- 18. As a result of Titus' illegal conduct, Hardware has suffered damages in the form of lost sales and profits, loss of business opportunity, loss of business reputation and damage to its business relationships.
- 19. Hardware is entitled to recover from Titus its actual damages, attorneys fees and cost of these proceedings.

JURY DEMAND

17. Hardware demands trial by jury on all issues.

WHEREFORE, Hardware prays that after trial by jury, there be judgment in its favor awarding reasonable damages for the losses it has suffered as a result of the illegal conduct of Lama and Titus, together with all applicable penalties, interest, costs and attorneys fees and all other fair and equitable relief to which it is entitled.

Respectfully submitted:

MCMICHAEL, MEDLIN, D'ANNA, WEDGEWORTH & LAFARGUE, L.L.C.

Dv/

James C. McMichael, Jr.

La Bar No. 10443

504 Texas St., Suite 400

P.O. Box 72

Shreveport, LA 71161-0072

Phone: (318) 221-1004

Fax: (318) 221-0008

ATTORNEYS FOR PLAINTIFF HARDWARE RESOURCES DIVISION OF PROGRESSIVE STAMPING & PLATING, INC.,

UNITED STATES DISTRICT COURT FOR THE WESTERN DISTRICT OF LOUISIANA SHREVEPORT DIVISION

| HARDWARE RESOURCES, INC. |) Civil Action No. | |
|--|--------------------|---|
| Plaintiff, |)) Judge | |
| vs. |) | |
| CAMA, d. d. and TITUS INTERNATIONAL PLC |) | |
| Defendants |) JURY DEMANDE | D |

STATE OF LOUISIANA

PARISH OF CADDO

VERIFICATION

BEFORE ME, the undersigned authority, personally came and appeared SANJAY SINGH who, after being first duly sworn, deposed that he is employed by Hardware Resources, Inc. as its Chief Financial Officer, that he has read the above and foregoing Complaint for Damages, and that the statements of fact contained therein are true and correct to the best of his knowledge, information and belief.

SANJAY SINGH

SWORN TO AND SUBSCRIBED BEFORE ME, the Notary Public, on this the

day of November, 2007.

Notary Public

UNITED STATES DISTRICT COURT FOR THE WESTERN DISTRICT OF LOUISIANA SHREVEPORT DIVISION

| HARDWARE RESOURCES, DIVISION OF PROGRESSIVE STAMPING | .) | Civil Action No. 5:07cv1875 |
|--|----|-------------------------------------|
| & PLATING, INC. |) | |
| Plaintiff, |) | JUDGE S. MAURICE HICKS |
| vs. |) | |
| LAMA, d. d. and TITUS INTERNATIONAL |) | MAGISTRATE JUDGE MARK L. HORNSBY |
| PLC | | |
| Defendants. |) | JURY DEMANDED |

FIRST AMENDED AND SUPPLEMENTAL COMPLAINT FOR DAMAGES

The first amended and supplemental complaint of Hardware Resources Division of Progressive Stamping & Plating, Inc. a Louisiana Corporation ("Hardware"), by and through its attorneys respectfully represents:

THE PARTIES

- 1. Hardware is a Louisiana corporation with its primary place of business in Bossier City, Louisiana.
- 2. Lama, d. d. ("Lama") is a Slovenian corporation with its primary place of business in Dekani, Slovenia.
- 3. Titus International ("Titus") is a United Kingdom corporation and is the sole owner and shareholder of Lama, d. d.
- 4. Titus Tool Company, Inc. ("Titus Tool") is an Arizona Corporation with its principal place of business in Kent, Washington and is a wholly owned subsidiary of Titus.

JURISDICTION AND VENUE

- Lama, Titus and Titus Tool conduct business throughout the United States of
 America and the State of Louisiana and have sufficient contacts with the State of Louisiana to
 warrant the exercise of general and specific personal jurisdiction by this Court.
- 2. The amount in controversy in this action exceeds \$75,000.00, exclusive of interest and costs.
- 3. This court has jurisdiction over this action between citizens of different states under 28 U.S.C.A. Sec. 1332.
 - 4. Venue is proper in this district and division under 28 U.S.C.A. Sec. 1391(a).

COUNT I - BREACH OF CONTRACT

- Hardware is engaged in the business of manufacturing and selling of functional and decorative furniture hardware.
- 6. Lama is a manufacturer of functional furniture hardware components consisting of premium hinges and plates. In 2006, Titus became the owner of one hundred percent of the stock of Lama. Prior to its purchase of Lama, Titus was engaged in the business of selling fasteners and accessories for the self-assembly furniture industry throughout the world, including in the United States through its subsidiary Titus Tool.
- 7. On May 22, 2004, Hardware and Lama signed a U. S. Marketing Agreement (the "Agreement") whereby Hardware would act as the exclusive distributor of Lama hinges in the United States. In the Agreement, Lama committed to "100 % loyalty" to Hardware and promised to make "no other direct sales to the U. S. Market" of its hinges other than through Hardware.

- In reliance on the commitments and promises of Lama in the Agreement that it would 8. be the exclusive distributor of Lama hinges in the United States, Hardware expended a great deal of time and money on promotional and marketing efforts, engaged in design and manufacturing efforts with regard to the development of new Lama hinge products, hired personnel and purchased inventory from Lama.
- At some point, Lama breached the Agreement and began marketing and selling its 9. hinges directly to customers in the United States through its parent company Titus and Titus Tool.
 - Such activities constitute breach of the Agreement by Lama. 10.
- As a result of Lama's breach of the Agreement, Hardware is entitled to recover from 11. Lama all damages it has suffered as a consequence of the breach.

COUNT II - UNFAIR TRADE PRACTICES

- Upon its purchase of Lama, Titus and Titus Tool became a business competitors of 12. Hardware.
 - Titus exerts control over Lama as its sole owner and shareholder. 13.
- Titus has exerted control over Lama and has caused and induced it to breach the 14. Agreement with Hardware in an effort to harm the business of Hardware. Titus Tool has assisted Titus and Lama in their efforts to breach the Agreement and harm the business of Hardware.
- Such conduct on the part of Titus and Titus Tool constitutes unfair trade practices 15. under the Louisiana Unfair Trade Practices Act and other applicable statutes in other states where similar conduct may have occurred.
- As a result of Titus' and Titus Tool's illegal conduct, Hardware has suffered damages 16. in the form of lost sales and profits, loss of business opportunity, loss of business reputation and damage to its business relationships.

17. Hardware is entitled to recover from Titus and Titus Tool its actual damages, attorneys fees and cost of these proceedings.

JURY DEMAND

18. Hardware demands trial by jury on all issues.

WHEREFORE, Hardware prays that after trial by jury, there be judgment in its favor awarding reasonable damages for the losses it has suffered as a result of the illegal conduct of Lama, Titus and Titus Tool, together with all applicable penalties, interest, costs and attorneys fees and all other fair and equitable relief to which it is entitled.

Respectfully submitted:

MCMICHAEL, MEDLIN, D'ANNA, WEDGEWORTH & LAFARGUE, L.L.C.

James C. McMichael, Jr. La Bar No. 10443

504 Texas St., Suite 400

P.O. Box 72

Shreveport, LA 71161-0072

Phone: (318) 221-1004

Fax: (318) 221-0008

ATTORNEYS FOR PLAINTIFF HARDWARE RESOURCES DIVISION OF PROGRESSIVE STAMPING & PLATING, INC.,

UNITED STATES DISTRICT COURT FOR THE WESTERN DISTRICT OF LOUISIANA SHREVEPORT DIVISION

| HARDWARE RESOURCES, DIVISION OF PROGRESSIVE STAMPING |) | Civil Action No. 5:07cv1875 |
|--|---|-------------------------------------|
| & PLATING, INC. |) | |
| Plaintiff, |) | JUDGE S. MAURICE HICKS |
| vs. | į | |
| LAMA, d. d. and TITUS INTERNATIONAL |) | MAGISTRATE JUDGE MARK L. HORNSBY |
| PLC |) | |
| Defendants. |) | JURY DEMANDED |

VERIFICATION

BEFORE ME, the undersigned authority, personally came and appeared SANJAY SINGH who, after being first duly sworn, deposed that he is the Petitioner, that he has read the above and foregoing First Amended and Supplemental Complaint for Damages, and that the statements of fact contained therein are true and correct to the best of his knowledge, information and belief.

SANJAY SINGH

EXHIBIT I

James C. McMichael, Jr.

A. L. Wedgeworth, III

*Board Certified in Taxation and in Estate Planning and Administration

W. Deryl Medlin*

John R. D'Anna

McMICHAEL, MEDLIN, D'ANNA & WEDGEWORTH, L.L.C.

Attorneys and Counselors at Law 504 Texas Street, Suite 400 Post Office Box 72 Shreveport, LA 71161-0072

Telephone: 318-221-1004 Facsimile: 318-221-0008 Of Counsel Norman I. Lafargue

Associate Caroline Hunsicker

January 11, 2008

Titus International Plc 10 Brook Business Centre Cowley Mill Road Uxbridge Middlesex UB8 2FX

Re:

No. 5:07v1875; Hardware Resources, a Division of Progressive Stamping & Plating, Inc. vs. Titus International Plc, Lama d.d. and Titus Tool Company, Inc.

Dear Representative:

Enclosed please find a copy of the Complaint for Damages and First Amended and Supplemental Complaint for Damages filed in the above matter on November 9, 2007 and December 7, 2007 in which Titus International Plc has been named as a defendant.

A Notice of Lawsuit and Waiver of Service Summons is also enclosed. Please read over the documents and respond to me as requested in the Notice.

Very truly yours,

June Milli charly Farnes C. McMichael, Jr.

JCM/mm Enclosure ∞AO 398 (Rev. 12/93)

NOTICE OF LAWSUIT AND REQUEST FOR WAIVER OF SERVICE OF SUMMONS

| TO: (A) | Titus International Pic |
|--|--|
| as (B) | of (C) |
| complaint i | awsuit has been commenced against you (or the entity on whose behalf you are addressed). A copy of the stateched to this notice. It has been filed in the United States District Court for the WESTERN District of LOUISIANA an assigned docket number (E) 5:07CV1875 |
| This is enclosed was complaint. within (F) is sent. I en | s not a formal summons or notification from the court, but rather my request that you sign and return the enver of service in order to save the cost of serving you with a judicial summons and an additional copy of the The cost of service will be avoided if I receive a signed copy of the waiver 20 days after the date designated below as the date on which this Notice and Request aclose a stamped and addressed envelope (or other means of cost-free return) for your use. An extra copy for is also attached for your records. |
| will be serv that you wil | ou comply with this request and return the signed waiver, it will be filed with the court and no summons red on you. The action will then proceed as if you had been served on the date the waiver is filed, except ill not be obligated to answer the complaint before 60 days from the date designated below as the date on notice is sent (or before 90 days from that date if your address is not in any judicial district of the United |
| service in a Rules, ask to service. In | on do not return the signed waiver within the time indicated, I will take appropriate steps to effect formal manner authorized by the Federal Rules of Civil Procedure and will then, to the extent authorized by those the court to require you (or the party on whose behalf you are addressed) to pay the full costs of such that connection, please read the statement concerning the duty of parties to waive the service of the which is set forth at the foot of the waiver form. |
| I afi JANUAR | firm that this request is being sent to you on behalf of the plaintiff, this 10TH day of Y, 2008. |
| • | |
| , | Signature of Plaintiff's Attorney or Unrepresented Plaintiff |

A-Name of individual defendant (or name of officer or agent of corporate defendant)

B-Title, or other relationship of individual to corporate defendant

C-Name of corporate defendant, if any

D-District

E—Docket number of action

F-Addressee must be given at least 30 days (60 days if located in foreign country) in which to return waiver

△AO 399

(Rev. 10/95)

WAIVER OF SERVICE OF SUMMONS

| TO: <u>HARDWAR</u> | E RESOURCES, A I (NAME OF | PLAINTIFF'S ATTORNEY OR UN | REPRESENTED PLAINTIFF) |
|---|---|--|--|
| I, | | JATIONAL PLC NT NAME) | , acknowledge receipt of your request |
| that I waive service o | of summons in the acti | ion ofl | HARDWARE VS. LAMA ET AL (CAPTION OF ACTION) |
| which is case number | • | 5:07CV1875 (DOCKET NUMBER) | in the United States District Court |
| for the | WESTERN | District of | LOUISIANA |
| return the signed wai | ver to you without cos | st to me. | ies of this instrument, and a means by which I ca |
| | | and an additional co | py of the complaint in this lawsuit by not require |
| I agree to save the that I (or the entity or | cost of service of a su whose behalf I am a | cting) be served with judici | al process in the manner provided by Rule 4. |
| that I (or the entity or | ı whose behalf I am a ı whose behalf I am ac | cting) be served with judici cting) will retain all defense | al process in the manner provided by Rule 4. s or objections to the lawsuit or to the jurisdiction mons or in the service of the summons. |
| that I (or the entity or I (or the entity or or venue of the court | n whose behalf I am a n whose behalf I am ac except for objections | cting) be served with judici cting) will retain all defense based on a defect in the sur | al process in the manner provided by Rule 4. s or objections to the lawsuit or to the jurisdiction |
| hat I (or the entity or I (or the entity or or venue of the court I understand that | n whose behalf I am a whose behalf I am ac except for objections a judgment may be e | cting) be served with judici cting) will retain all defense based on a defect in the sur | al process in the manner provided by Rule 4. s or objections to the lawsuit or to the jurisdiction of the summons. arty on whose behalf I am acting) if an |
| that I (or the entity or I (or the entity or or venue of the court I understand that answer or motion und | n whose behalf I am an a whose behalf I am an except for objections a judgment may be a der Rule 12 is not serv | cting) be served with judici cting) will retain all defense based on a defect in the sur entered against me (or the pa | al process in the manner provided by Rule 4. s or objections to the lawsuit or to the jurisdiction of the summons or in the service of the summons. arty on whose behalf I am acting) if an after (DATE REQUEST WAS SENT) |
| that I (or the entity or I (or the entity or or venue of the court I understand that answer or motion und | n whose behalf I am an a whose behalf I am an except for objections a judgment may be a der Rule 12 is not serv | cting) be served with judici cting) will retain all defense based on a defect in the sur entered against me (or the payed upon you within 60 days | al process in the manner provided by Rule 4. s or objections to the lawsuit or to the jurisdiction of the summons or in the service of the summons. arty on whose behalf I am acting) if an after (DATE REQUEST WAS SENT) |
| that I (or the entity or I (or the entity or or venue of the court I understand that answer or motion und | n whose behalf I am an a whose behalf I am an except for objections a judgment may be a der Rule 12 is not serv | cting) be served with judici cting) will retain all defense based on a defect in the sur entered against me (or the payed upon you within 60 days | al process in the manner provided by Rule 4. s or objections to the lawsuit or to the jurisdiction of the summons or in the service of the summons. arty on whose behalf I am acting) if an after (DATE REQUEST WAS SENT) |
| that I (or the entity or I (or the entity or or venue of the court I understand that answer or motion und or within 90 days after | whose behalf I am an awhose behalf I am an except for objections a judgment may be a ler Rule 12 is not server that date if the requirements. | cting) be served with judici cting) will retain all defense based on a defect in the sur entered against me (or the payed upon you within 60 days | al process in the manner provided by Rule 4. s or objections to the lawsuit or to the jurisdiction mons or in the service of the summons. arty on whose behalf I am acting) if an c after (DATE REQUEST WAS SENT) ted States. |

Duty to Avoid Unnecessary Costs of Service of Summons

Rule 4 of the Federal Rules of Civil Procedure requires certain parties to cooperate in saving unnecessary costs of service of the summons and complaint. A defendant located in the United States who, after being notified of an action and asked by a plaintiff located in the United States to waive service of summons, fails to do so will be required to bear the cost of such service unless good cause be shown for its failure to sign and return the waiver.

It is not good cause for a failure to waive service that a party believes that the complaint is unfounded, or that the action has been brought in an improper place or in a court that lacks jurisdiction over the subject matter of the action or over its person or property. A party who waives service of the summons retains all defenses and objections (except any relating to the summons or to the service of the summons), and may later object to the jurisdiction of the court or to the place where the action has been brought.

A defendant who waives service must within the time specified on the waiver form serve on the plaintiff's attorney (or unrepresented plaintiff) a response to the complaint and must also file a signed copy of the response with the court. If the answer or motion is not served within this time, a default judgment may be taken against that defendant. By waiving service, a defendant is allowed more time to answer than if the summons had been actually served when the request for waiver of service was received.

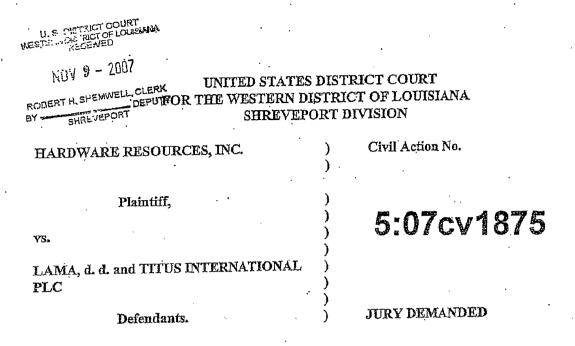
5:07cv1875

JOVER SHEET

The IS 44 civil cover sheet and the information contained herein neither replace nor supplement the filing and service of pleadings or other papers as required by law, except as provided by local rules of court. This form, approved by the Judicial Conference of the United States in September 1974, is required for the use of the Clerk of Court for the purpose of initiating the civil docket sheet. (SEE INSTRUCTIONS ON THE REVERSE OF THE FORM.)

Document 15-10

| I. (a) PLAINTIFFS | | | | DEFENDANTS | | | |
|---|--------------------------------------|--|-----------|---|--|---|--|
| HARDWARE RESOURCES; INC. | | | | LAMA,d.d. AND TITUS INTERNATIONAL PLC | | | |
| | | | | | | 77 | |
| (b) County of Residence of First Listed Plaintiff Bossier Parish, Louis | | | isiana | | | Koper, Slovenia | |
| (EXCEPT IN U.S. PLAINTIFF CASES) | | | | (IN U.S. PLAINTIFF CASES ONLY) NOTE: IN LAND CONDEMNATION CASES, USE THE LOCATION OF THE | | | |
| | | • | | 1 | ND CONDEMNATION CASES, | USE THE LUCATION OF THE | |
| | • | • | | | | | |
| (c) Attorney's (Firm Name | . Address, and Telephone Nun | iber) | | Attomeys (If Known) | | • | |
| James C. McMichael, Jr. | / McMichael, Medlin | D'Anna, Wedgewor | th & | | • | | |
| Lafargue, P. O. Box 72, 8 | Shreveport, LA 71161 | ph 318.221.1004 | | | | | |
| II. BASIS OF JURISD | ICTION (Place an "X" | in One Box Only) | | | PRINCIPAL PARTIE | S(Place an "X" in One Box for Plaintiff and One Box for Defendant) | |
| 71.0 7 Juni 10 marting | | | (| For Diversity Cases Only) I | TF DEF | PIF DEF | |
| U.S. Government Plaintiff | (U.S. Governme | ant Not a Party) | Citiza | m of This State | I I Incorporated or I of Business In Ti | | |
| | | | , | | | | |
| U 2 U.S. Government | Ø 4 · Diversity | • | Citiza | an of Another State L | J 2 | Another State | |
| : Defendant | (Indicate Citizer | iship of Parties in Item III) | | |] 3 😇 3 Foreign Nation | ⊡ 6 இ 6 ் | |
| | • | | | a or Subject of a | J 5 25 3 Fotesga Naubu | | |
| IV. NATURE OF SUL | C Place an "X" in One Box | Only) | | | | | |
| WHERE COMPRACT WHEE | 《中华·李林》 | ORTS | FOR | FEITURE/PENALTY | BANKRUPTCY | OTHER STATUTES | |
| ☐ 110 Insurance | PERSONAL INJURY | PERSONAL INJURY 362 Personal Injury - | 1 — | 8 Agriculture 10 Other Food & Drug | ☐ 422 Appeal 28 USC 158 ☐ 423 Withdrawal | 410 Autimust | |
| 120 Marine 130 Miller Act | 310 Airplane 315 Airplane Product | Med. Malpractice | □ 67 | 5 Drug Related Scizuro | 28 USC 157 | 430 Banks and Banking 450 Commerce | |
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| 150 Recovery of Overpayment | Slander | 368 Asbestos Personai | 1 🗆 64 | ORR& Truck | ☐ 820 Copyrights | 478 Racketeer Influenced and Corrupt Organizations | |
| 151 Medicare Act | 330 Federal Employers' Liability | Injury Froduct Liability | | O Airline Rogs. D Occupational | S30 Patent | O 480 Communer Credit | |
| 152 Recovery of Defaulted Student Loans | ☐ 340 Marino | PERSONAL PROPERT | רצ | Safety/Health | | O 490 Cable/Sat TV O BID Selective Service | |
| (Exol. Veterans) | 345 Marine Product Liability | 370 Other Franci 371 Troth in Lending | | O Other | SOCIAL SECURITY. | 250 Securities/Commodities/ | |
| ☐ 153 Recovery of Overpayment of Veteran's Benefits | 350 Motor Vehicle | 380 Other Personal | | 0 Fair Labor Standards | ☐ 861 HIA (1395ff) ☐ 862 Black Lung (923) | Exchange 875 Customer Challenge | |
| O 160 Stockholders' Snits | 355 Motor Vehicle Product Liebility | Property Damage 385 Property Damage | O 72 | Act Labor/Memt. Relations | 0 863 DIWC/DIWW (405(g)) | 12 USC 3410 | |
| 190 Other Contract 195 Contract Product Liability | 360 Other Personal | Product Liability | D 73 | Labor/Mgmt.Reporting & Disciosure Act | ☐ 264 SSID Title XVI ☐ 265 RSI (405(g)) | 890 Other Standary Actions 891 Agricultural Acts | |
| ☐ 196 Franchisa REAL PROPERTY | Injury | PRISONER PETITION | S= C 74 | Raiiway Lahor Act | FEDERAL TAX SUITS | R92 Economic Stabilization Act | |
| 210 Land Condemnation | 441 Voting . | ☐ 510 Motions to Vacate | D 79 | Other Labor Litigation | 270 Taxes (U.S. Plaintiff or Defendant) | 893 Environmental Matters 894 Energy Allocation Act | |
| C 220 Forcelosme | 442 Employment 443 Housing/ | Sentence Habeas Corpus: | 10 29 | l Empl. Ret. Inc. Security Act | 371 IRS—Third Party | ☐ 895 Freedom of Information | |
| 230 Rent Lease & Ejectorent 240 Toris to Land | Accommodations | 530 General | | | 26 USC 7609 | Act D 900Appeal of Fee Determination | |
| 245 Tort Product Lizbility 290 All Other Real Property | 444 Welfare 445 Amer, w/Disabilities | · D 535 Death Penalty · D 540 Mendamus & Other | a | | | Under Equal Access | |
| 1 290 An Omer Real Mojisto | Employment | 550 Civil Rights | | | | to Justice 950 Constitutionality of | |
| , | Other 446 Amer. w/Disabilities | - O 555 Prison Condition | ı | | | State Statules | |
| | 440 Other Civil Rights | | | | | | |
| TT ODTCOM m | m "K" in One Box Only) | | | | | Appeal to District | |
| m1 1 7 - | moved from | Remanded from | 4 Reinst | ated or 5 Transf | ecred from D6 Multidistr | ict 0 7 Judge from Magistrate | |
| | | | | | 5A Litieation | Judgment | |
| | Circle D.S. C.A. Se | tatute under which you are 5. 1332 | filing (D | o not cite jurisdictions | I statutes unless diversity); | · · · · · · · · · · · · · · · · · · · | |
| VL CAUSE OF ACTIO | N Sicilia C | | | | | , | |
| | | ONTRACT AND U | | | CUECK AES only | if demanded in complaint: | |
| VII. REQUESTED IN | | S IS A CLASS ACTION | DEF | MAND \$ | JURY DEMAND: | Ø Yes ONo | |
| COMPLAINT: | UNDER F.R.C.I | دع. | | | VORT DANSET | | |
| VIII. RELATED CASE | (S) (See instructions): | | | • | DOCKET MUNUBER | | |
| IF ANY | ,, | JUDGE | | | DOCKET NUMBER | | |
| DATE | | SIGNATURE OF ATTO | ORNEY OF | BECORD | | | |
| 1/9/07 Mulletielt | | | | | | | |
| FOR OFFICE USE ONLY | | | | | | | |
| | \ | 1 | | FUDGE | MAG. JUDO | 4 5 | |
| RECEIPT# AM | TOUNT | APPLYTNG IFP | | | WAG. JODG | | |



COMPLAINT FOR DAMAGES

The complaint of Hardware Resources, Inc. a Louisiana Corporation ("Hardware"), by and through its attorneys respectfully represents:

THE PARTIES

- Hardware is a Louisiana corporation with its primary place of business in Bossier City,
 Louisiana.
- 2. Lama, d. d. ("Lama") is a Slovenian corporation with its primary place of business in Koper, Slovenia.
- 3. Titus International ("Titus") is a United Kingdom corporation and is the sole owner and shareholder of Lama, d. d.

JURISDICTION AND VENUE

3. Lama and Titus conduct business throughout the United States of America and the State of Louisiana and have sufficient contacts with the State of Louisiana to warrant the exercise of general and specific personal jurisdiction by this Court.

- 4. The amount in controversy in this action exceeds \$75,000.00, exclusive of interest and costs.
- 5. This court has jurisdiction over this action between citizens of different states under 28 U.S.C.A. Sec. 1332.
 - 6. Venue is proper in this district and division under 28 U.S.C.A. Sec. 1391(a).

COUNT I-BREACH OF CONTRACT

- 7. Hardware is engaged in the business of selling functional and decorative furniture hardware.
- 8. Lama is a manufacturer of functional furniture hardware components consisting of premium hinges and plates. In 2006, Titus became the owner of a majority of the stock of Lama. Since then, it has acquired 100 percent of the stock of Lama. Prior to its purchase of Lama, Titus was engaged in the business of selling fasteners and accessories for the self-assembly furniture industry throughout the world, including in the United States.
- 9. On May 22, 2004, Hardware and Lama signed a U. S. Marketing Agreement (the "Agreement") whereby Hardware would act as the exclusive distributor of Lama hinges in the United States. In the Agreement, Lama committed to "100 % loyalty" to Hardware and promised to make "no other direct sales to the U. S. Market" of its hinges other than through Hardware. The execution of the Agreement affirmed and continued a long-standing relationship between Hardware and Lama whereby Hardware had acted as exclusive distributor of Lama hinges in the United States.
- 10. In reliance on the commitments and promises of Lama in the Agreement (and in previous agreements) that it would be the exclusive distributor of Lama hinges in the United States, Hardware expended a great deal of time and money on promotional and marketing efforts, engaged in design and manufacturing efforts with regard to the development of new Lama hinge products, hired

personnel and purchased inventory from Lama. and purchased and distributed hinge-installation equipment for the use and benefit of the end-users of lama hinges.

- 11. At some point, Lama breached the Agreement and began marketing and selling its hinges directly to consumers, including Hardware's customers, in the United States through its parent company Titus.
 - 12. Such activities constitute breach of the Agreement by Lama.
- 13. As a result of Lama's breach of the Agreement, Hardware is entitled to recover from Lama all damages it has suffered as a consequence of the breach.

COUNT II - UNFAIR TRADE PRACTICES

- 14. Upon its purchase of Lama, Titus became a business competitor of Hardware.
- 15. Titus exerted control over Lama as its majority owner and shareholder.
- 16. Titus has exerted control over Lama and has caused and induced it to breach the Agreement with Hardware in an effort to harm the business of Hardware.
- 17. Such conduct constitutes unfair trade practices under the Louisiana Unfair Trade Practices Act and other applicable statutes in other states where similar conduct may have occurred.
- 18. As a result of Titus' illegal conduct, Hardware has suffered damages in the form of lost sales and profits, loss of business opportunity, loss of business reputation and damage to its business relationships.
- 19. Hardware is entitled to recover from Titus its actual damages, attorneys fees and cost of these proceedings.

JURY DEMAND

17. Hardware demands trial by jury on all issues.

WHEREFORE, Hardware prays that after trial by jury, there be judgment in its favor awarding reasonable damages for the losses it has suffered as a result of the illegal conduct of Lama and Titus, together with all applicable penalties, interest, costs and attorneys fees and all other fair and equitable relief to which it is entitled.

Respectfully submitted:

MCMICHAEL, MEDLIN, D'ANNA, WEDGEWORTH & LAFARGUE, L.L.C.

Du

James C. McMichael, Jr.

La Bar No. 10443

504 Texas St., Suite 400

P.O. Box 72

Shreveport, LA 71161-0072

Phone: (318) 221-1004

Fax: (318) 221-0008

ATTORNEYS FOR PLAINTIFF HARDWARE RESOURCES DIVISION OF PROGRESSIVE STAMPING & PLATING, INC.,

UNITED STATES DISTRICT COURT FOR THE WESTERN DISTRICT OF LOUISIANA SHREVEPORT DIVISION

| HARDWARE RESOURCES, INC. |) | Civil Action No. |
|--|--------|------------------|
| Plaintiff, |) | Judge |
| vs. |) | |
| LAMA, d. d. and TITUS INTERNATIONAL PLC |) | |
| Defendants. |) } | JURY DEMANDED ** |

STATE OF LOUISIANA

PARISH OF CADDO

VERIFICATION

BEFORE ME, the undersigned authority, personally came and appeared SANJAY SINGH who, after being first duly swom, deposed that he is employed by Hardware Resources, Inc. as its Chief Financial Officer, that he has read the above and foregoing Complaint for Damages, and that the statements of fact contained therein are true and correct to the best of his knowledge, information and belief.

SANJAY SINGH

Notary Public

UNITED STATES DISTRICT COURT FOR THE WESTERN DISTRICT OF LOUISIANA SHREVEPORT DIVISION

| HARDWARE RESOURCES, DIVISION OF PROGRESSIVE STAMPING |) | Civil Action No. 5:07cv1875 |
|--|--------|-------------------------------------|
| & PLATING, INC. |) | · |
| Plaintiff, |) . | JUDGE S. MAURICE HICK |
| vs. |) | |
| LAMA, d. d. and TITUS INTERNATIONAL |)) | MAGISTRATE JUDGE MARK L. HORNSBY |
| PLC |) | |
| Defendants. |) | JURY DEMANDED |

FIRST AMENDED AND SUPPLEMENTAL COMPLAINT FOR DAMAGES

The first amended and supplemental complaint of Hardware Resources Division of Progressive Stamping & Plating, Inc. a Louisiana Corporation ("Hardware"), by and through its attorneys respectfully represents:

THE PARTIES

- Hardware is a Louisiana corporation with its primary place of business in Bossier City,
 Louisiana.
- 2. Lama, d. d. ("Lama") is a Slovenian corporation with its primary place of business in Dekani, Slovenia.
- 3. Titus International ("Titus") is a United Kingdom corporation and is the sole owner and shareholder of Lama, d. d.
- 4. Titus Tool Company, Inc. ("Titus Tool") is an Arizona Corporation with its principal place of business in Kent, Washington and is a wholly owned subsidiary of Titus.

MIRISDICTION AND VENUE

- 1. Lama, Titus and Titus Tool conduct business throughout the United States of
 America and the State of Louisiana and have sufficient contacts with the State of Louisiana to
 warrant the exercise of general and specific personal jurisdiction by this Court.
- 2. The amount in controversy in this action exceeds \$75,000.00, exclusive of interest and costs.
- This court has jurisdiction over this action between citizens of different states under
 U.S.C.A. Sec. 1332.
 - 4. Venue is proper in this district and division under 28 U.S.C.A. Sec. 1391(a).

COUNT I - BREACH OF CONTRACT

- Hardware is engaged in the business of manufacturing and selling of functional and decorative furniture hardware.
- 6. Lama is a manufacturer of functional furniture hardware components consisting of premium hinges and plates. In 2006, Titus became the owner of one hundred percent of the stock of Lama. Prior to its purchase of Lama, Titus was engaged in the business of selling fasteners and accessories for the self-assembly furniture industry throughout the world, including in the United States through its subsidiary Titus Tool.
- 7. On May 22, 2004, Hardware and Lama signed a U. S. Marketing Agreement (the "Agreement") whereby Hardware would act as the exclusive distributor of Lama hinges in the United States. In the Agreement, Lama committed to "100 % loyalty" to Hardware and promised to make "no other direct sales to the U. S. Market" of its hinges other than through Hardware.

- 9. At some point, Lama breached the Agreement and began marketing and selling its hinges directly to customers in the United States through its parent company Titus and Titus Tool.
 - 10. Such activities constitute breach of the Agreement by Lama.
- 11. As a result of Lama's breach of the Agreement, Hardware is entitled to recover from Lama all damages it has suffered as a consequence of the breach.

COUNT II - UNFAIR TRADE PRACTICES

- 12. Upon its purchase of Lama, Titus and Titus Tool became a business competitors of Hardware.
 - 13. Titus exerts control over Lama as its sole owner and shareholder.
- 14. Titus has exerted control over Lama and has caused and induced it to breach the Agreement with Hardware in an effort to harm the business of Hardware. Titus Tool has assisted Titus and Lama in their efforts to breach the Agreement and harm the business of Hardware.
- 15. Such conduct on the part of Titus and Titus Tool constitutes unfair trade practices under the Louisiana Unfair Trade Practices Act and other applicable statutes in other states where similar conduct may have occurred.
- 16. As a result of Titus' and Titus Tool's illegal conduct, Hardware has suffered damages in the form of lost sales and profits, loss of business opportunity, loss of business reputation and damage to its business relationships.

Hardware is entitled to recover from Titus and Titus Tool its actual damages, 17. attorneys fees and cost of these proceedings.

Hardware demands trial by jury on all issues. 18.

WHEREFORE, Hardware prays that after trial by jury, there be judgment in its favor awarding reasonable damages for the losses it has suffered as a result of the illegal conduct of Lama, Titus and Titus Tool, together with all applicable penalties, interest, costs and attorneys fees and all other fair and equitable relief to which it is entitled.

Respectfully submitted:

MCMICHAEL, MEDLIN, D'ANNA, WEDGEWORTH & LAFARGUE, L.L.C.

James C. McMichael, Jr.

La Bar No. 10443

504 Texas St., Suite 400

P.O. Box 72

Shreveport, LA 71161-0072

Phone: (318) 221-1004 Fax: (318) 221-0008

ATTORNEYS FOR PLAINTIFF HARDWARE RESOURCES DIVISION OF PROGRESSIVE STAMPING & PLATING, INC.,

| HARDWARE RESOURCES, DIVISION OF PROGRESSIVE STAMPING & PLATING, INC. |) | Civil Action No. 5:07cv1875 |
|--|-------------|-------------------------------------|
| & FLATHIG, III. | | |
| Plaintiff, |) | JUDGE S. MAURICE HICKS |
| VS. |) | |
| LAMA, d. d. and TITUS INTERNATIONAL |) } } | magistrate judge mark l. hornsby |
| PLC |) | |
| Defendants. |) | JURY DEMANDED |

VERIFICATION

BEFORE ME, the undersigned authority, personally came and appeared SANJAY SINGH who, after being first duly sworn, deposed that he is the Petitioner, that he has read the above and foregoing First Amended and Supplemental Complaint for Damages, and that the statements of fact contained therein are true and correct to the best of his knowledge, information and belief.

HOME YAIKAR

Notary Public

Case 1:08-cv-02158-WHP Document 15-11 Filed 06/03/2008 Page 1 of 15

EXHIBIT J

James C. McMichael, Jr.

A. L. Wedgeworth, III

*Board Certified in Taxation and in Estate Planning and Administration

W. Deryl Medlin*

John R. D'Anna

McMICHAEL, MEDLIN, D'ANNA & WEDGEWORTH, L.L.C.

Attorneys and Counselors at Law 504 Texas Street, Suite 400 Post Office Box 72 Shreveport, LA 71161-0072 Telephone: 318-221-1004

Facsimile: 318-221-0008

Of Counsel Norman I. Lafargue

Associate Caroline Hunsicker

January 11, 2008

Lama d.d. Dekani Dekani 5 6271 Dekani, Slovenija

Re: No. 5:07v1875; Hardware Resources, a Division of Progressive Stamping & Plating, Inc. vs. Titus International Plc, Lama d.d. and Titus Tool Company, Inc.

Dear Representative:

Enclosed please find a copy of the Complaint for Damages and First Amended and Supplemental Complaint for Damages filed in the above matter on November 9, 2007 and December 7, 2007 in which Lama d.d. Dekani has been named as a defendant.

A Notice of Lawsuit and Waiver of Service Summons is also enclosed. Please read over the documents and respond to me as requested in the Notice.

Very truly yours,

lames C. McMichael, Jr.

JCM/mm Enclosure AO 398 (Rev. 12/93)

NOTICE OF LAWSUIT AND REQUEST FOR WAIVER OF SERVICE OF SUMMONS

| TO: (A) | Lama d.d. Dekani |
|---|---|
| as (B) | of (C) |
| Δ | lawsuit has been commenced against you (or the entity on whose behalf you are addressed). A copy of the is attached to this notice. It has been filed in the United States District Court for the WESTERN District of LOUISLANA |
| and has he | en assigned docket number (E) 5:07CV1875 |
| enclosed v complaint within (F) is sent. I c | is not a formal summons or notification from the court, but rather my request that you sign and return the valver of service in order to save the cost of serving you with a judicial summons and an additional copy of the . The cost of service will be avoided if I receive a signed copy of the waiver 20 days after the date designated below as the date on which this Notice and Request enclose a stamped and addressed envelope (or other means of cost-free return) for your use. An extra copy wer is also attached for your records. |
| will be set | you comply with this request and return the signed waiver, it will be filed with the court and no summons rved on you. The action will then proceed as if you had been served on the date the waiver is filed, except will not be obligated to answer the complaint before 60 days from the date designated below as the date on a notice is sent (or before 90 days from that date if your address is not in any judicial district of the United |
| service in Rules, asl service. | you do not return the signed waiver within the time indicated, I will take appropriate steps to effect formal a manner authorized by the Federal Rules of Civil Procedure and will then, to the extent authorized by those the court to require you (or the party on whose behalf you are addressed) to pay the full costs of such in that connection, please read the statement concerning the duty of parties to waive the service of the which is set forth at the foot of the waiver form. |
| I : JANUA | affirm that this request is being sent to you on behalf of the plaintiff, this 10TH day of RY , 2008 . |
| | |
| • | Signature of Plaintiff's Attorney or Unrepresented Plaintiff |

A—Name of individual defendant (or name of officer or agent of corporate defendant)
B—Title, or other relationship of individual to corporate defendant
C—Name of corporate defendant, if any

D-District

E—Docket number of action

F—Addressee must be given at least 30 days (60 days if located in foreign country) in which to return waiver

SAO 399

(Rev. 10/95)

WAIVER OF SERVICE OF SUMMONS

| TO: HARDWARE RESOURCES, A DIVISION OF PROGRESSIVE STAMPING & PLATING, INC. | | | | | |
|--|--|---|---|--|--|
| (NAME OF FLAINTIFF'S ATTORNEY OR UNREPRESENTED PLAINTIFF) | | | | | |
| Ι, | Lama d.d. Dekani (DEFENDA | NT NAME) | , acknowledge receipt of your request | | |
| that I waive service of | summons in the act | ion of | HARDWARE VS. LAMA ET AL , (CAPTION OF ACTION) | | |
| which is case number | | 5:07CV1875 (DOCKET NUMBER) | in the United States District Court | | |
| for the | WESTERN | District of | LOUISIANA | | |
| I have also receive | d a copy of the comer to you without co | plaint in the action, two st to me. | copies of this instrument, and a means by which I can | | |
| I agree to save the that I (or the entity on | cost of service of a su whose behalf I am a | mmons and an addition cting) be served with j | al copy of the complaint in this lawsuit by not requiring idicial process in the manner provided by Rule 4. | | |
| I (or the entity on or venue of the court e | whose behalf I am a xcept for objections | cting) will retain all def based on a defect in th | enses or objections to the lawsuit or to the jurisdiction e summons or in the service of the summons. | | |
| I understand that | a judgment may be o | entered against me (or t | he party on whose behalf I am acting) if an | | |
| answer or motion unde | er Rule 12 is not ser | ved upon you within 60 | days after (DATE REQUEST WAS SENT) | | |
| or within 90 days after that date if the request was sent outside the United States. | | | | | |
| | | · | | | |
| (DATE) (SIGNATURE) | | | | | |
| • | Pri | nted/Typed Name: | | | |
| · . | Asof | | | | |
| | | (TITLE) | (CONTONATE DESENDANT) | | |

Duty to Avoid Unnecessary Costs of Service of Summons

Rule 4 of the Federal Rules of Civil Procedure requires certain parties to cooperate in saving unnecessary costs of service of the summons and complaint. A defendant located in the United States who, after being notified of an action and asked by a plaintiff located in the United States to waive service of summons, fails to do so will be required to bear the cost of such service unless good cause be shown for its failure to sign and return the waiver.

It is not good cause for a failure to waive service that a party believes that the complaint is imfounded, or that the action has been brought in an improper place or in a court that lacks jurisdiction over the subject matter of the action or over its person or property. A party who waives service of the summons retains all defenses and objections (except any relating to the summons or to the service of the summons), and may later object to the jurisdiction of the court or to the place where the action has been brought.

A defendant who waives service must within the time specified on the waiver form serve on the plaintiff's attorney (or unrepresented plaintiff) a response to the complaint and must also file a signed copy of the response with the court. If the answer or motion is not served within this time, a default judgment may be taken against that defendant. By waiving service, a defendant is allowed more time to answer than if the summons had been actually served when the request for waiver of service was received.

MAG.JUDGE

HIDGE

5:07cv1875

FOR OFFICE USE ONLY

RECEIPT#

AMOUNT

OVER SHEET

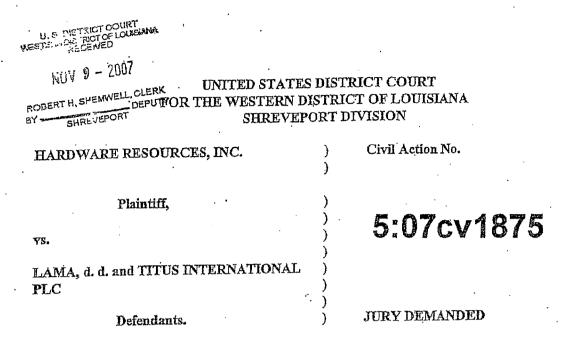
Document 15-11

The IS 44 civil cover sheet and the information contained herein neither replace nor supplement the filing and service of pleadings or other papers as required by law, except as provided by local rules of court. This form, approved by the Judicial Conference of the United States in September 1974, is required for the use of the Clerk of Court for the purpose of initiating the civil docket sheet. (SEE INSTRUCTIONS ON THE REVERSE OF THE FORM.) DEFENDANTS I. (a) PLAINTIFFS LAMA, d.d. AND TITUS INTERNATIONAL PLC HARDWARE RESOURCES, INC. Koper, Slovenia (b) County of Residence of First Listed Plaintiff Bossier Parish, Louisiana County of Residence of First Listed Defendant (IN U.S. PLAINTIFF CASES ONLY) (EXCEPT IN U.S. PLAINTIFF CASES) NOTE: IN LAND CONDEMNATION CASES, USE THE LOCATION OF THE LAND INVOLVED. Attorneys (If Known) (c) Attorney's (Fina Name, Address, and Telephone Number) James C. McMichael, Jr. / McMichael, Medlin, D'Anna, Wedgeworth & Lafargue, P. O. Box 72, Shreveport, LA 71161 ph 318.221.1004 III. CITIZENSHIP OF PRINCIPAL PARTIES (Place an "X" in One Box for Plaintiff II. BASIS OF JURISDICTION (Place an "X" in One Box Only) and One Box for Defendant) (For Diversity Cases Only) PTF DEF DEF PEF U.S. Government Not a Party) U.S. Government Incorporated or Principal Place Circon of This State Plaintiff of Business In This State 2 Incorporated and Principal Place 05 **3** 5 Citizen of Another State 02 El 4 · Diversity U.S. Government of Business in Another State Defendant (Indicate Citizenship of Parties in Item III) D 6 B 6 2 3 Foreign Nation **D** 3 Citizen or Subject of a Foreign Country IV. NATURE OF SUIT (Place an "X" in One Box Only) - OTHER STATUTES -BANKRUPTCY FORFEITURE/PENALTY 大师学的一个。一个工艺TORESTALL 不是一个 ☐ 422 Appeal 28 USC 158 O 400 State Reapportionment PERSONAL INJURY ☐ 610 Agriculture PERSONAL INTERY TI 110 Insurance 423 Withdrawal 7 410 Autitrust 620 Other Food & Drug 362 Personal Injury -310 Airolana 120 Marino 28 USC 157 430 Banks and Banking 625 Drug Related Seize ☐ 315 Airplans Product Med. Mainractice 130 Miller Act 450 Commerce of Property 21 USC 881 365 Personal Injury Liability

320 Assent, Libel & 6".PROPERTY RIGHTS.

© 820 Copyrights

© 830 Patent 140 Negotiable Instrument 460 Deportation 630 Liquer Laws Product Liability 150 Recovery of Overpayment & Enforcement of Judgmen 470 Racketeer influenced and 640 R.R. & Truck 368 Asbestos Personal Siender Correct Organizations Injury Product Liability 650 Airline Rees. 330 Federal Employers* 151 Medicare Act 480 Consumer Credit 660 Occupational 7 840 Trademark Liability 152 Recovery of Defaulted O 490 Cable/Sat TV PERSONAL PROPERTY Safety/Health 7 340 Marine Student Loans 810 Selective Service ☐ 690 Other ☐ 370 Other Fraud 345 Merine Product (Excl. Veterans) 850 Securities/Commodities/ SOCIAL SECURITY ETAL BOR 371 Truth in Leading Liability 350 Motor Vehicle ☐ 153 Recovery of Overpayment ☐ 861 HIA (1395Ē) ☐ 862 Black Lung (923) ☐ 863 DIWC/DIWW (405(g)) Exchange 710 Fair Labor Standards 380 Other Personal of Veteran's Benefits 2 875 Customer Challenge 160 Stockholders' Snits 355 Motor Vehicle Property Damage 12 USC 3410 720 Labor/Mgmt. Relations ☐ 385 Property Damage Product Liability 190 Other Contract Product Liability 2 890 Other Statutory Actions ☐ 864 SSID Title XVI 730 Labor/Mgmt.Reporting 360 Other Personal 195 Contract Product Liability 891 Agricultural Acts B65 RSI (405(g))
FEDERAL TAX SUITS & Disnlosme Act Injury
CIVIL RIGHTS: 1 892 Economic Stabilization Act 196 Franchisc THEAL PROPERTY PRISONER PETITIONS 740 Railway Labor Act [893 Environmental Maners O 870 Taxes (U.S. Plaintiff 790 Office Labor Litigation 3 510 Motions to Vacate 441 Voting 210 Land Condemnation 1 894 Energy Allocation Act 791 Empl. Ret. Inc. or Defendant) Sentence 442 Employment 220 Foreclosure S71 IRS—Third Party O 895 Freedom of Information Security Act Habeas Corpus: 🗇 230 Rent Lease & Eje 443 Housing 26 USC 7609 Áci J 530 General 240 Torts to Land 900Appeal of Fee Determination 535 Death Penalty 444 Welfare 1 245 Text Product Liability Under Equal Access 540 Mandamus & Other 445 Amer. w/Disabilities 1 290 All Other Real Property to Justice 550 Civil Rights Employment 950 Constitutionality of [] 555 Prison Condition 446 Amer. w/Disabilities State Statutes Other 440 Other Civil Rights Appeal to District Judge from Magistrate Judgment 4 Reinstated or Reopened To 5 Transferred from another district (specify) (Place an "X" in One Box Only) V. ORIGIN ☐ 6 Multidistrict **3** ☐ 2 Removed from Remanded from Original Cite the U.S. Civil Statute under which you are filing (Do not cite jurisdictional statutes unless diversity): 28 U.S.C.A. Sec. 1332 Appellate Court VI. CAUSE OF ACTION Brief description of course BREACH OF CONTRACT AND UNFAIR TRADE PRACTICES CHECK YES only if demanded in complaint: DEMAND S VII. REQUESTED IN CHECK IF THIS IS A CLASS ACTION JURY DEMAND: Ø Ycs UNDER F.R.C.P. 23 COMPLAINT: VIIL RELATED CASE(S) (See instructions): DOCKET NUMBER JUDGE IF ANY SIGNATURE OF ATTORAGY OF RECORD DATE



COMPLAINT FOR DAMAGES

The complaint of Hardware Resources, Inc. a Louisiana Corporation ("Hardware"), by and through its attorneys respectfully represents:

THE PARTIES

- 1. Hardware is a Louisiana corporation with its primary place of business in Bossier City, Louisiana.
- 2. Lama, d. d. ("Lama") is a Slovenian corporation with its primary place of business in Koper, Slovenia.
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JURISDICTION AND VENUE

3. Lama and Titus conduct business throughout the United States of America and the State of Louisiana and have sufficient contacts with the State of Louisiana to warrant the exercise of general and specific personal jurisdiction by this Court.

- 4. The amount in controversy in this action exceeds \$75,000.00, exclusive of interest and costs.
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- 13. As a result of Lama's breach of the Agreement, Hardware is entitled to recover from Lama all damages it has suffered as a consequence of the breach.

COUNT II - UNFAIR TRADE PRACTICES

- 14. Upon its purchase of Lama, Titus became a business competitor of Hardware.
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- 16. Titus has exerted control over Lama and has caused and induced it to breach the Agreement with Hardware in an effort to harm the business of Hardware.
- 17. Such conduct constitutes unfair trade practices under the Louisiana Unfair Trade

 Practices Act and other applicable statutes in other states where similar conduct may have occurred.
- 18. As a result of Titus' illegal conduct, Hardware has suffered damages in the form of lost sales and profits, loss of business opportunity, loss of business reputation and damage to its business relationships.
- 19. Hardware is entitled to recover from Titus its actual damages, attorneys fees and cost of these proceedings.

JURY DEMAND

17. Hardware demands trial by jury on all issues.

WHEREFORE, Hardware prays that after trial by jury, there be judgment in its favor awarding reasonable damages for the losses it has suffered as a result of the illegal conduct of Lama and Titus, together with all applicable penalties, interest, costs and attorneys fees and all other fair and equitable relief to which it is entitled.

Respectfully submitted:

MCMICHAEL, MEDLIN, D'ANNA, WEDGEWORTH & LAFARGUE, L.L.C.

Ry

James C. McMichael, Jr.

La Bar No. 10443

504 Texas St., Suite 400

P.O. Box 72

Shreveport, LA 71161-0072

Phone: (318) 221-1004

Fax: (318) 221-0008

ATTORNEYS FOR PLAINTIFF HARDWARE RESOURCES DIVISION OF PROGRESSIVE STAMPING & PLATING, INC.,

| HARDWARE RESOURCES, INC. |) | Civil Action No. |
|--|--------|------------------|
| Plaintiff, |)) | Judge |
| vs. |) | |
| LAMA, d. d. and TITUS INTERNATIONAL PLC |) | |
| Defendants. | .) | JURY DEMANDED |

STATE OF LOUISIANA

PARISH OF CADDO

VERIFICATION

BEFORE ME, the undersigned authority, personally came and appeared SANJAY SINGH who, after being first duly sworn, deposed that he is employed by Hardware Resources, Inc. as its Chief Financial Officer, that he has read the above and foregoing Complaint for Damages, and that the statements of fact contained therein are true and correct to the best of his knowledge, information and belief.

SANJAY SINGH

SWORN TO AND SUBSCRIBED BEFORE ME, the Notary Public, on this the 9

day of November, 2007.

Notary Public

| HARDWARE RESOURCES, DIVISION OF |) | Civil Action No. 5:07cv1875 |
|---|---|-------------------------------------|
| PROGRESSIVE STAMPING & PLATING, INC. |) | |
| Plaintiff, |) | JUDGE S. MAURICE HICKS |
| vs. |) | |
| LAMA, d. d. and TITUS INTERNATIONAL |) | MAGISTRATE JUDGE MARK L. HORNSBY |
| PLC |) | |
| Defendants. |) | JURY DEMANDED |

FIRST AMENDED AND SUPPLEMENTAL COMPLAINT FOR DAMAGES

The first amended and supplemental complaint of Hardware Resources Division of Progressive Stamping & Plating, Inc. a Louisiana Corporation ("Hardware"), by and through its attorneys respectfully represents:

THE PARTIES

- Hardware is a Louisiana corporation with its primary place of business in Bossier City,
 Louisiana.
- 2. Lama, d. d. ("Lama") is a Slovenian corporation with its primary place of business in Dekani, Slovenia.
- 3. Titus International ("Titus") is a United Kingdom corporation and is the sole owner and shareholder of Lama, d. d.
- 4. Titus Tool Company, Inc. ("Titus Tool") is an Arizona Corporation with its principal place of business in Kent, Washington and is a wholly owned subsidiary of Titus.

JURISDICTION AND VENUE

- Lama, Titus and Titus Tool conduct business throughout the United States of
 America and the State of Louisiana and have sufficient contacts with the State of Louisiana to
 warrant the exercise of general and specific personal jurisdiction by this Court.
- 2. The amount in controversy in this action exceeds \$75,000.00, exclusive of interest and costs.
- 3. This court has jurisdiction over this action between citizens of different states under 28 U.S.C.A. Sec. 1332.
 - 4. Venue is proper in this district and division under 28 U.S.C.A. Sec. 1391(a).

COUNT I - BREACH OF CONTRACT

- 5. Hardware is engaged in the business of manufacturing and selling of functional and decorative furniture hardware.
- 6. Lama is a manufacturer of functional furniture hardware components consisting of premium hinges and plates. In 2006, Titus became the owner of one hundred percent of the stock of Lama. Prior to its purchase of Lama, Titus was engaged in the business of selling fasteners and accessories for the self-assembly furniture industry throughout the world, including in the United States through its subsidiary Titus Tool.
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- 9. At some point, Lama breached the Agreement and began marketing and selling its hinges directly to customers in the United States through its parent company Titus and Titus Tool.
 - 10. Such activities constitute breach of the Agreement by Lama.
- 11. As a result of Lama's breach of the Agreement, Hardware is entitled to recover from Lama all damages it has suffered as a consequence of the breach.

COUNT II - UNFAIR TRADE PRACTICES

- 12. Upon its purchase of Lama, Titus and Titus Tool became a business competitors of Hardware.
 - 13. Titus exerts control over Lama as its sole owner and shareholder.
- 14. Titus has exerted control over Lama and has caused and induced it to breach the Agreement with Hardware in an effort to harm the business of Hardware. Titus Tool has assisted Titus and Lama in their efforts to breach the Agreement and harm the business of Hardware.
- 15. Such conduct on the part of Titus and Titus Tool constitutes unfair trade practices under the Louisiana Unfair Trade Practices Act and other applicable statutes in other states where similar conduct may have occurred.
- 16. As a result of Titus' and Titus Tool's illegal conduct, Hardware has suffered damages in the form of lost sales and profits, loss of business opportunity, loss of business reputation and damage to its business relationships.

17. Hardware is entitled to recover from Titus and Titus Tool its actual damages, attorneys fees and cost of these proceedings.

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18. Hardware demands trial by jury on all issues.

WHEREFORE, Hardware prays that after trial by jury, there be judgment in its favor awarding reasonable damages for the losses it has suffered as a result of the illegal conduct of Lama, Titus and Titus Tool, together with all applicable penalties, interest, costs and attorneys fees and all other fair and equitable relief to which it is entitled.

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There

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| & PLATING, INC. |) | |
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| LAMA, d. d. and TITUS INTERNATIONAL |)) | MAGISTRATE JUDGE MARK L. HORNSBY |
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BEFORE ME, the undersigned authority, personally came and appeared SANJAY SINGH who, after being first duly sworn, deposed that he is the Petitioner, that he has read the above and foregoing First Amended and Supplemental Complaint for Damages, and that the statements of fact contained therein are true and correct to the best of his knowledge, information and belief.

SANJAY SINGH

Notary Public

Case 1:08-cv-02158-WHP Document 15-12 Filed 06/03/2008 Page 1 of 17

EXHIBIT K

McMICHAEL, MEDLIN, D'ANNA, WEDGEWORTH & LAFARGUE, L.L.C.

Attorneys and Counselors at Law 504 Texas Street, Suite 400 Post Office Box 72 Shreyeport, LA 71161-0072 Telephone: 318-221-1004

Facsimile: 318-221-0008

Caroline Hunsicker

A. L. Wedgeworth, Ill Norman I. Lafargue *Board Certified in Taxation and in Estate Planning and Administration

James C. McMichael, Jr.

W. Deryl Medlin*

John R. D'Anna

March 12, 2008

Mr. Iain Grant Titus International Plc 10 Brook Business Centre Cowley Mill Road Uxbridge Middlesex United Kingdom UB8 2FX

Re:

No. 5:07v1875; Hardware Resources, a Division of Progressive Stamping & Plating, Inc. vs. Titus International Plc, Lama d.d. and Titus Tool

Company, Inc.

Dear Representative:

On January 11, 2008, I forwarded to you a copy of the Complaint for Damages and First Amended and Supplemental Complaint for Damages filed in the above matter on November 9, 2007 and December 7, 2007 in which Titus International Plc has been named as a defendant. We have still not received your response to the Waiver of Service Summons we provided for your signature,

I have attached another copy of the referenced documents. At your earliest convenience, please sign the Waiver of Service and return to my attention.

I am available to answer any questions you may have regarding this process. Please feel free to contact me at the number listed above.

Very truly yours,

James C. McMichael, Jr.

JCM/mm Enclosure AO 398 (Rev. 12/93)

NOTICE OF LAWSUIT AND REQUEST FOR WAIVER OF SERVICE OF SUMMONS

| TO: | (A) | Titus International Plc |
|------------------------|------------------------------------|---|
| as | (B) | of (C) |
| | | awsuit has been commenced against you (or the entity on whose behalf you are addressed). A copy of the |
| comi | alaint | is attached to this notice: It has been filed in the United States District Court for the |
| (D) | Tann | WESTERN District of LOUISIANA |
| | ace he | en assigned docket number (E) 5:07CV1875 |
| andi | ias uc | assigned above named (D) |
| comp with is ser | osed wolaint. In (F) nt. I e | is not a formal summons or notification from the court, but rather my request that you sign and return the aiver of service in order to save the cost of serving you with a judicial summons and an additional copy of the The cost of service will be avoided if I receive a signed copy of the waiver 20 days after the date designated below as the date on which this Notice and Request aclose a stamped and addressed envelope (or other means of cost-free return) for your use. An extra copy wer is also attached for your records. |
| that v | oe ser ou wi h this | on comply with this request and return the signed waiver, it will be filed with the court and no summons yed on you. The action will then proceed as if you had been served on the date the waiver is filed, except Il not be obligated to answer the complaint before 60 days from the date designated below as the date on notice is sent (or before 90 days from that date if your address is not in any judicial district of the United |
| Rules servi | ce in a s, ask ce. Ir | ou do not return the signed waiver within the time indicated, I will take appropriate steps to effect formal manner authorized by the Federal Rules of Civil Procedure and will then, to the extent authorized by those the court to require you (or the party on whose behalf you are addressed) to pay the full costs of such that connection, please read the statement concerning the duty of parties to waive the service of the which is set forth at the foot of the waiver form. |
| JAN | I af JUAR | firm that this request is being sent to you on behalf of the plaintiff, this 10TH day of Y, 2008. |
| | | |
| | | |
| | | |
| | | |
| • | | Signature of Plaintiff's Attorney or Unrepresented Plaintiff |

A—Name of individual defendant (or name of officer or agent of corporate defendant)

B—Title, or other relationship of individual to corporate defendant

C—Name of corporate defendant, if any

D—District

E-Docket number of action

F-Addressee must be given at least 30 days (60 days if located in foreign country) in which to return waiver

%AO 399

(Rev. 10/95)

WAIVER OF SERVICE OF SUMMONS

| TO. HARDY | MADE DESOURCES | S, A DIVISION OF PROC | RESSIVE STAMPIN | IG & PLATING, INC. |
|---|---|--|---|-------------------------------|
| TO: HARDY | (NA | ME OF PLAINTIFF'S ATTORNEY | OR UNREPRESENTED PLA | INTIFF) |
| I, | TITUS IN | TERNATIONAL PLC PENDANT NAME) | , acknow | ledge receipt of your request |
| that I waive ser | vice of summons in th | ne action of | HARDWARE VS | S, LAMA ET AL , |
| which is case n | umber | 5:07CV1875 (DOCKET NUMBER) | in the l | United States District Court |
| for the | WESTERN | District of | L | OUISIANA |
| I agree to sa that I (or the en I (or the en or venue of the | nd waiver to you witho ave the cost of service of tity on whose behalf I tity on whose behalf I court except for object | out cost to me. of a summons and an addition am acting) be served with | onal copy of the compla judicial process in the efenses or objections to the summons or in the | |
| answer or motic | on under Rule 12 is no | ot served upon you within 6 | 0 days after | (DATE REQUEST WAS SENT) |
| or within 90 day | ys after that date if the | e request was sent outside t | he United States. | |
| | | e de Militar | | |
| (D) | ATE) | | (SIGNATURE) | |
| · . | . • | Printed/Typed Name: | | |
| · | | As | of | (CORPORATE DEFENDANT) |

Duty to Avoid Unnecessary Costs of Service of Summons

Rule 4 of the Federal Rules of Civil Procedure requires certain parties to cooperate in saving unnecessary costs of service of the summons and complaint. A defendant located in the United States who, after being notified of an action and asked by a plaintiff located in the United States to waive service of summons, fails to do so will be required to bear the cost of such service unless good cause be shown for its failure to sign and return the waiver.

It is not good cause for a failure to waive service that a party believes that the complaint is unfounded, or that the action has been brought in an improper place or in a court that lacks jurisdiction over the subject matter of the action or over its person or property. A party who waives service of the summons retains all defenses and objections (except any relating to the summons or to the service of the summons), and may later object to the jurisdiction of the court or to the place where the action has been brought.

A defendant who waives service must within the time specified on the waiver form serve on the plaintiff's attorney (or unrepresented plaintiff) a response to the complaint and must also file a signed copy of the response with the court. If the answer or motion is not served within this time, a default judgment may be taken against that defendant. By waiving service, a defendant is allowed more time to answer than if the summons had been actually served when the request for waiver of service was received.

5:07cv1875

JOVER SHEET

The JS 44 civil cover sheet and the information contained herein neither replace nor supplement the filing and service of pleadings or other papers as required by law, except as provided by local rules of court. This form, approved by the Judicial Conference of the United States in September 1974, is required for the use of the Clerk of Court for the purpose of initiating the civil docket sheet. (SEE INSTRUCTIONS ON THE REVERSE OF THE FORM.) DEFENDANTS

| I. (a) PLAINTIFFS | מינית האור | | LAMA,d.d. ANI |) TITUS INTERNATIO | NAL PLC |
|---|--|---------------|---|--|--|
| HARDWARE RESOUR | JES, INC. | | | | |
| | Series Listed Plaintiff Bossier Parish, L | onisiana | County of Residence | of First Listed Defendant | Koper, Slovenia |
| (b) County of Residence | Di Lust Digion I lansier | | | IN U.S. PLAINTIFF CASES | ONLY) |
| . (E | xcept in U.S. Plaintiff Cases) | | NOTE: IN LAN | ID CONDEMNATION CASES, U | ise the location of the |
| | | | LAND | INVOLVED. | |
| | • | | 1. | | |
| f A Labourous de /Time Manue | , Address, and Telephone Number) | | Attorneys (If Known) | | : |
| (e) Altomey's (rith Name | / McMichael, Medlin, D'Anna, Wedgew | vorth & | 1 | • | |
| James C. McMichael, Jr. | / McMichael, Medini, D Anna, 4 30g5 | , 01 41 00 | | | |
| Lafargue, P. O. Box 72, S | Shreveport, LA 71161 ph 318,221.1004 | TOT C | CIZENSHIP OF I | PRINCIPAL PARTIES | Place an "X" in One Box for Plaintiff |
| II. BASIS OF JURISD | ICTION (Place am "X" in One Box Only) | III. C | (For Diversity Cases Only) | • | and One Box for Defendant) PTF DEF |
| | ☐ 3 Federal Question | 1 | P | TF DEF I I I Incorporated or P | |
| Plaintiff | (U.S. Government Not a Party) | Citiz | en of This State 8 | of Business In Th | îs State |
| | | } | • | 2 D 2 Incorporated and | Principal Place D 5 D 5 |
| 12 U.S. Government | 8 4 Diversity | Citiz | en of Another State E |] 2 D 2 Incorporated and of Business In | T tamping a series — |
| Defendant | (Indicate Citizenship of Parties in Item III) | | | | □ 6 02 6 |
| | | Citiza | TI TI CITOSON AL IL | 73 💆 3 Foreign Nation | ⊏ 6 இத் |
| | | Po | reign Country | | |
| TV NATURE OF SUL | (Place an "X" in One Box Only) | | | BANKRUPTCY- 4'A | OTHER STATUTES - |
| THE CONTRACTORY | 中心中心的是他的一个,从一个CTORTS是是一个BURNES | | PEITURE/PENALTY | ☐ 422 Appeal 28 USC 158 | O 400 State Reapportionment |
| 🗇 110 Insurance | PERSONAL INJURY PERSONAL INJU | URY LU 6 | 10 Agriculture 20 Other Food & Drug | ☐ 423 Withdrawal | 1 410 Antitrust |
| 🗇 120 Marine | ☐ 310 Airplane ☐ 362 Personal inju ☐ 315 Airplane Product Med. Mahracti | · - | 25 Drug Related Seizure | 28 USC 157 | 430 Banks and Banking 450 Commerce |
| 130 Miller Act 140 Negotiable Instrument | Liability 365 Personal Injur | y - | of Property 21, USC 881 | ET PROPERTY RIGHTS | O 460-Deportation |
| 150 Recovery of Overpayment | 320 Assault, Libel & Product Liabili | | 36 Liquor Laws 40 R.R. & Truck | 320 Copyrights | 470 Racketeer influenced and |
| & Enforcement of Judgment | Slander 368 Asbestos Persu 330 Federal Buployers' Injury Product | 1 | 50 Airline Roga | 30 Patent | Corrupt Organizations 480 Consumer Credit |
| 151 Medicare Act 152 Recovery of Defaulted | Liability Liability | . 17 6 | 60 Occupational | ☐ 840 Trademark | 490 Cable/Sat TV |
| Student Loans | ☐ 340 Marine Product ☐ 370 Other Fraud | ERTY In 6 | Safety/Health 90 Other | | O 810 Selective Service |
| (Excl. Veterans) | ☐ 345 Marine Product ☐ 370 Other Fraud Liebility ☐ 371 Truth in Lendi | ne He | THE TABOR | | 850 Securities/Commodities/ |
| ☐ 153 Recovery of Overpayment of Veteran's Benefits | 350 Motor Vehicle 380 Other Personal | 1 07 | 10 Fair Labor Standards | ☐ 861 HIA (1395ff) ☐ 862 Black Lung (923) | 875 Customer Challenge |
| 160 Stockholders' Suits | D 355 Motor Vehicle Property Dama | | Act 20 Labor/Mgmt Relations | ☐ 863 DIWC/DIWW (405(g)) | 12 USC 3410 |
| OR 100 Other Contract | Product Liability 385 Property Dame 360 Other Personal Product Liabilit | | 10 Labor/Mgmt.Reporting | ☐ 864 SSID Title XVI | 890 Other Standary Actions 891 Agricultural Acts |
| 195 Contract Product Liability 196 Franchise | Injury | | & Disclosure Act | ☐ 865 RSI (405(g)) FEDERAL TAX:SUITS | B92 Economic Stabilization Act |
| REAL PROPERTY | FOR PETITION | | 10 Railway Labor Act 10 Other Labor Litigation | 2 870 Taxes (U.S. Plaintiff | O 893 Environmental Matters |
| 210 Land Condemnation | 441 Voting . ☐ 510 Motions to Vac | | 91 Empl. Ret. Inc. | or Defendant) | 2 894 Energy Allocation Act |
| ☐ 220 Foreclosure ☐ 230 Rent Lease & Ejecument | 443 Honsing/ Habens Corpus: | 1 | Security Act | O 871 DRS—Third Party 26 USC 7609 | Act |
| CT 248 Terts to Land | Accommodations 530 General | - I. | | 20 EISC 7009 | 900Appeal of Fee Determination |
| 745 Tort Product Liability | 444 Welfare 535 Death Penalty 445 Amer. w/Disabilities : 540 Mandamus & 6 | | | | Under Equal Access |
| 290 All Other Real Property | Employment 550 Civil Rights | | | | to Justice 950 Constitutionality of |
| | 1 446 Amer. w/Disabilities - 555 Prison Condition | 011 | | | State Statutes |
| · | Other Other Civil Rights | 1 | . • • | | |
| V. ORIGIN (Place an 'X" in One Box Only) El 1 Original | | | | | |
| Proceeding St | Cite the U.S. Civil Statute under which you 28 U.S.C.A. Sec. 1332 | are filing (I | do not cite jurisdictions | i statutes uniess diversity); | • |
| VI. CAUSE OF ACTIO | N 5161 11 15 | | | | |
| VI. CAUSE OF ACTIO | Brief description of cause: BREACH OF CONTRACT AND | UNFAIR. | TRADE PRACTIC | ES | |
| CUPCY VES only if demanded in combining | | | | | |
| | | | | | |
| COMPLAINT: | | | | | |
| VIII. RELATED CASE | (S) (See instructions): | | • | DOCKET NUMBER | • |
| IF ANY JUDGE DOCKET NUMBER | | | | | |
| ACCULATION OF ATTORNING OF PECORD | | | | | |
| DATE | | 1011. | MX | , | |
| 11/4/0 | 1 Vial | Mil | X | | |
| FOR OFFICE USE ONLY | | | () | | • |
| | APPLATING IFP | | TUDGE | MAG, JUDO | ge . |
| RECEIPT #AM | APPLITING IFP _ | | | | |

| U.S. DICTRICT COURT ESTATION FROM THE PROPERTY OF THE PROPERTY | | |
|---|-------------|------------------|
| NUV 9 - 2007 RODERT H. SHEMWELL, CLERK UNITED STATES BY SHREVEPORT SHREVEPORT SHREVEPORT | ISTRI | CT OF LOUISIANA |
| HARDWARE RESOURCES, INC. |) | Civil Action No. |
| Plaintiff, |) | 5:07cv1875 |
| LAMA, d. d. and TITUS INTERNATIONAL PLC |))) | |
| Defendants. |) | JURY DEMANDED |

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COUNT I - BREACH OF CONTRACT

- 7. Hardware is engaged in the business of selling functional and decorative furniture hardware.
- 8. Lama is a manufacturer of functional furniture hardware components consisting of premium hinges and plates. In 2006, Titus became the owner of a majority of the stock of Lama. Since then, it has acquired 100 percent of the stock of Lama. Prior to its purchase of Lama, Titus was engaged in the business of selling fasteners and accessories for the self-assembly furniture industry throughout the world, including in the United States.
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- 10. In reliance on the commitments and promises of Lama in the Agreement (and in previous agreements) that it would be the exclusive distributor of Lama hinges in the United States, Hardware expended a great deal of time and money on promotional and marketing efforts, engaged in design and manufacturing efforts with regard to the development of new Lama hinge products, hired

personnel and purchased inventory from Lama. and purchased and distributed hinge-installation

- 11. At some point, Lama breached the Agreement and began marketing and selling its hinges directly to consumers, including Hardware's customers, in the United States through its parent company Titus.
 - 12. Such activities constitute breach of the Agreement by Lama.

equipment for the use and benefit of the end-users of lama hinges.

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R۲

James C. McMichael, Jr. La Bar No. 10443

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|--|----------|------------------|
| Plaintiff, | <u>)</u> | Judge |
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SANIAY SINGH

SWORN TO AND SUBSCRIBED BEFORE ME, the Notary Public, on this the

day of November, 2007.

Notary Public

| HARDWARE RESOURCES, DIVISION OF PROGRESSIVE STAMPING |) | Civil Action No. 5:07cv18/5 |
|--|----|-------------------------------------|
| & PLATING, INC. |) | |
| Plaintiff, |) | JUDGE S. MAURICE HICKS |
| ys. |) | |
| LAMA, d. d. and TITUS INTERNATIONAL |) | MAGISTRATE JUDGE MARK L. HORNSBY |
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- Lama is a manufacturer of functional furniture hardware components consisting of 6. premium hinges and plates. In 2006, Titus became the owner of one hundred percent of the stock of Lama. Prior to its purchase of Lama, Titus was engaged in the business of selling fasteners and accessories for the self-assembly furniture industry throughout the world, including in the United States through its subsidiary Titus Tool.
- On May 22, 2004, Hardware and Lama signed a U. S. Marketing Agreement (the 7. "Agreement") whereby Hardware would act as the exclusive distributor of Lamabinges in the United States. In the Agreement, Lama committed to "100 % loyalty" to Hardware and promised to make "no other direct sales to the U. S. Market" of its hinges other than through Hardware.

- In reliance on the commitments and promises of Lama in the Agreement that it would 8. be the exclusive distributor of Lama hinges in the United States, Hardware expended a great deal of time and money on promotional and marketing efforts, engaged in design and manufacturing efforts with regard to the development of new Lama hinge products, hired personnel and purchased inventory from Lama.
- At some point, Lama breached the Agreement and began marketing and selling its 9. hinges directly to customers in the United States through its parent company Titus and Titus Tool.
 - Such activities constitute breach of the Agreement by Lama. 10.
- As a result of Lama's breach of the Agreement, Hardware is entitled to recover from 11. Lama all damages it has suffered as a consequence of the breach.

COUNT II - UNFAIR TRADE PRACTICES

- Upon its purchase of Lama, Titus and Titus Tool became a business competitors of 12. Hardware.
 - Titus exerts control over Lama as its sole owner and shareholder. 13.
- Titus has exerted control over Lama and has caused and induced it to breach the 14. Agreement with Hardware in an effort to harm the business of Hardware. Titus Tool has assisted Titus and Lama in their efforts to breach the Agreement and harm the business of Hardware.
- Such conduct on the part of Titus and Titus Tool constitutes unfair trade practices 15. under the Louisiana Unfair Trade Practices Act and other applicable statutes in other states where similar conduct may have occurred.
- As a result of Titus' and Titus Tool's illegal conduct, Hardware has suffered damages 16. in the form of lost sales and profits, loss of business opportunity, loss of business reputation and damage to its business relationships.

17. Hardware is entitled to recover from Titus and Titus Tool its actual damages, attorneys fees and cost of these proceedings.

JURY DEMAND

18. Hardware demands trial by jury on all issues.

WHEREFORE, Hardware prays that after trial by jury, there be judgment in its favor awarding reasonable damages for the losses it has suffered as a result of the illegal conduct of Lama, Titus and Titus Tool, together with all applicable penalties, interest, costs and attorneys fees and all other fair and equitable relief to which it is entitled.

Respectfully submitted:

MCMICHAEL, MEDLIN, D'ANNA, WEDGEWORTH & LAFARGUE, L.L.C.

James C. McMichael, Jr.

La Bar No. 10443

504 Texas St., Suite 400

P.O. Box 72

Shreveport, LA 71161-0072

Phone: (318) 221-1004

Fax: (318) 221-0008

ATTORNEYS FOR PLAINTIFF HARDWARE RESOURCES DIVISION OF PROGRESSIVE STAMPING & PLATING, INC.,

| HARDWARE RESOURCES, DIVISION OF PROGRESSIVE STAMPING & PLATING, INC. |) | Civil Action No. 5:07cv1875 |
|--|--------|-------------------------------------|
| Plaintiff, |) | JUDGE S. MAURICE HICKS |
| vs. |) | |
| LAMA, d. d. and TITUS INTERNATIONAL |) } | MAGISTRATE JUDGE MARK L. HORNSBY |
| PLC |) | |
| Defendants. |) | JURY DEMANDED |

VERIFICATION

BEFORE ME, the undersigned authority, personally came and appeared SANJAY SINGH who, after being first duly sworn, deposed that he is the Petitioner, that he has read the above and foregoing First Amended and Supplemental Complaint for Damages, and that the statements of fact contained therein are true and correct to the best of his knowledge, information and belief.

SANJAY SINGH

Notary Public

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| Paid by: Personal Check | \$50.00 | |
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EXHIBIT L

McMICHAEL, MEDLIN, D'ANNA, WEDGEWORTH & LAFARGUE, L.L.C.

Attorneys and Counselors at Law 504 Texas Street, Suite 400 Post Office Box 72 Shreveport, LA 71161-0072 Telephone: 318-221-1004

Facsimile: 318-221-0008

Associate Caroline Hunsicker

W. Deryl Medlin*
John R. D'Anna
A. L. Wedgeworth, Hi
Norman L Lafargue
*Board Certified in Taxation
and in Esrate Planning
and Administration

James C. McMichael, Jr.

March 12, 2008

Lama d.d. Dekani Dekani 5 6271 Dekani, Slovenija

Re: No. 5:07v1875; Hardware Resources, a Division of Progressive Stamping & Plating, Inc. vs. Titus International Plc, Lama d.d. and Titus Tool Company, Inc.

Dear Representative:

On January 11, 2008, I forwarded to you a copy of the Complaint for Damages and First Amended and Supplemental Complaint for Damages filed in the above matter on November 9, 2007 and December 7, 2007 in which Lama d.d. Dekani has been named as a defendant. We have still not received your response to the Waiver of Service Summons we provided for your signature.

I have attached another copy of the referenced documents. At your earliest convenience, please sign the Waiver of Service and return to my attention.

I am available to answer any questions you may have regarding this process. Please feel free to contact me at the number listed above.

Very truly yours,

James C. McMichael, Jr.

JCM/mm Enclosure SAO 398 (Rev. 12/93)

NOTICE OF LAWSUIT AND REQUEST FOR WAIVER OF SERVICE OF SUMMONS

| TO: (A) Lama d.d. Dekani |
|--|
| as (B) |
| A lawsuit has been commenced against you (or the entity on whose behalf you are addressed). A copy of the complaint is attached to this notice. It has been filed in the United States District Court for the (D) WESTERN District of LOUISIANA and has been assigned docket number (E) 5:07CV1875 |
| This is not a formal summons or notification from the court, but rather my request that you sign and return the enclosed waiver of service in order to save the cost of serving you with a judicial summons and an additional copy of the complaint. The cost of service will be avoided if I receive a signed copy of the waiver within (F) 20 days after the date designated below as the date on which this Notice and Request is sent. I enclose a stamped and addressed envelope (or other means of cost-free return) for your use. An extra copy of the waiver is also attached for your records. |
| If you comply with this request and return the signed waiver, it will be filed with the court and no summons will be served on you. The action will then proceed as if you had been served on the date the waiver is filed, except that you will not be obligated to answer the complaint before 60 days from the date designated below as the date on which this notice is sent (or before 90 days from that date if your address is not in any judicial district of the United States). |
| If you do not return the signed waiver within the time indicated, I will take appropriate steps to effect formal service in a manner authorized by the Federal Rules of Civil Procedure and will then, to the extent authorized by those Rules, ask the court to require you (or the party on whose behalf you are addressed) to pay the full costs of such service. In that connection, please read the statement concerning the duty of parties to waive the service of the summons, which is set forth at the foot of the waiver form. |
| I affirm that this request is being sent to you on behalf of the plaintiff, this JANUARY , 2008 . |
| |
| Signature of Plaintiff's Attorney or Unrepresented Plaintiff |

A—Name of individual defendant (or name of officer or agent of corporate defendant)

B—Title, or other relationship of individual to corporate defendant

C—Name of corporate defendant, if any

D—District

D-District

E-Docket number of action

F-Addressee must be given at least 30 days (60 days if located in foreign country) in which to return waiver

⊗AO 399

(Rev. 10/95)

WAIVER OF SERVICE OF SUMMONS

| ma TIADDWADE | RESOURCES, A DIV | ISTON OF PROGR | ESSIVE STAMPIN | G & PLATING, INC. |
|--|---|--|--|--|
| TO: HARDWARE | (NAME OF PLA | INTIFF'S ATTORNEY O | R UNREPRESENTED PLAI | NTIFF) |
| I, | Lama d.d. Dekani (DEFENDANT) | IAME) | , acknowl | edge receipt of your request |
| that I waive service of | summons in the action | of | HARDWARE VS (CAPTION OF | FACTION) |
| which is case number | | 5:07CV1875 DOCKET NUMBER) | in the U | Inited States District Court |
| for the | WESTERN | District of | Le | OUISIANA |
| I agree to save the of that I (or the entity on or venue of the court entity on the court entity of the co | or to you without cost for cost of service of a summ whose behalf I am actin whose behalf I am actin scept for objections bas judgment may be ente | o me. nons and an addition ng) be served with ju g) will retain all def sed on a defect in the red against me (or the | al copy of the complaindicial process in the enses or objections to esummons or in the summons or whose be | int in this lawsuit by not requiring manner provided by Rule 4. the lawsuit or to the jurisdiction service of the summons. half I am acting) if an |
| answer or motion unde | r Rule 12 is not served | upon you within 60 | days after | (DATE REQUEST WAS SENT) |
| or within 90 days after | that date if the request | was sent outside the | United States. | |
| , | | | | |
| (DATE) | | | (SIGNATURE) | |
| | Printed | VTyped Name: | | |
| | . As | (TILE) | of | (CORPORATE DEFENDANT) |

Duty to Avoid Unnecessary Costs of Service of Summons

Rule 4 of the Federal Rules of Civil Procedure requires certain parties to cooperate in saving unnecessary costs of service of the summons and complaint. A defendant located in the United States who, after being notified of an action and asked by a plaintiff located in the United States to waive service of summons, fails to do so will be required to bear the cost of such service unless good cause be shown for its failure to sign and return the waiver.

It is not good cause for a failure to waive service that a party believes that the complaint is unfounded, or that the action has been brought in an improper place or in a court that lacks jurisdiction over the subject matter of the action or over its person or property. A party who waives service of the summons retains all defenses and objections (except any relating to the summons or to the service of the summons), and may later object to the jurisdiction of the court or to the place where the action has been brought.

A defendant who waives service must within the time specified on the waiver form serve on the plaintiff's attorney (or unrepresented plaintiff) a response to the complaint and must also file a signed copy of the response with the court. If the answer or motion is not served within this time, a default judgment may be taken against that defendant. By waiving service, a defendant is allowed more time to answer than if the summons had been actually served when the request for waiver of service was received.

MAG, JUDGE

5:07cv1875

AMOUNT

RECEIPT#

OVER SHEET

Document 15-13

The 1S 44 civil cover sheet and the information contained herein neither replace nor supplement the filing and service of pleadings or other papers as required by law, except as provided by local rules of court. This form, approved by the Judicial Conference of the United States in September 1974, is required for the use of the Clerk of Court for the purpose of initiating the civil docket sheet. (SEE INSTRUCTIONS ON THE REVERSE OF THE FORM.) DEFENDANTS PLAINTIFFS LAMA,d.d. AND TITUS INTERNATIONAL PLC HARDWARE RESOURCES, INC. Koper, Slovenia (b) County of Residence of First Listed Plaintiff Bossier Parish, Louisiana County of Residence of First Listed Defendant (IN U.S. PLAINTIFF CASES ONLY) (EXCEPT IN U.S. PLAINTIFF CASES) NOTE: IN LAND CONDEMNATION CASES, USE THE LOCATION OF THE LAND INVOLVED. Attorneys (If Known) (c) Attorney's (Firm Name, Address, and Tolophone Number) James C. McMichael, Jr. / McMichael, Medlin, D'Anna, Wedgeworth & Lafargue, P. O. Box 72, Shreveport, LA 71161 ph 318.221.1004 III. CITIZENSHIP OF PRINCIPAL PARTIES(Place an "X" in One Box for Flaindiff II. BASIS OF JURISDICTION (Place an "X" in One Box Only) and One Box for Defendant) (For Diversity Cases Only) U.S. Government Not a Perty) Incorporated or Principal Place of Business in This State U.S. Government **Ø** 1 01 Citizen of This State Plainiff [] 2 Incorporated and Principal Place D 5 0 5 02 Citizen of Another State # 4 Diversity of Business In Another State U.S. Government (Indicate Citizenskip of Parties in Item III) **5** 6 [J 6 **I** 3 53 3 Foreign Nation Citizen or Subject of a Foreign Country IV. NATURE OF SUIT (Place an "X" in One Box Only) OTHER STATUTES ... BANKRUPTCY FORFEITURE/PENALT 400 State Reapportforment ☐ 422 Appeal 28 USC 158 O 610 Agriculture PERSONAL INJURY PERSONAL INJURY 🗖 110 Insurance 423 Withdrawal 28 USC 157 1 410 Antitrost 620 Other Food & Drug O 362 Personal Injury -310 Airplans
315 Airplans Product 430 Banks and Banking 🗂 120 Marine 625 Drug Related Sciz Med. Malaractice O 130 Miller Act of Property 21 USC 881 630 Liquor Laws 450 Commerce ☐ 365 Pezsonal Injury -Product Liability Y isbility ☐ 140 Nogotiable Instrument 460 Deportation CT. PROPERTY RIGHTS

| 820 Copyrights 320 Assault, Libel & 150 Recovery of Overpayment J 470 Racketeer influenced and 640 R.R. & Truck 650 Airline Regs. 368 Asbestos Personal Slander ☐ 830 Patent Corrupt Organizations & Enforcement of Judgman Injury Product 330 Pederal Employers 151 Medicare Act 480 Consumer Credit 660 Occupational 🗇 840 Trademark Liability 152 Recovery of Defaulted Liability 1 490 Cable/Sat TV Safety/Health PERSONAL PROPERTY 340 Marine Student L 810 Salective Service □ 690 Other 345 Marine Product [7] 370 Other Fraud 850 Securities/Commodities/ (Fixel: Veterans) HER LABOR SOCIAL/SECURITY. 371 Truth in Leading 153 Recovery of Overpayment Liability Exchange ☐ 861 HIA (1395ff) 710 Fair Labor Standards 350 Motor Vehicle of Veterm's Benefits 7 380 Other Personal 350 Motor Vehicle
355 Motor Vehicle 0 862 Black Lung (923) 71 875 Customer Challenge Property Damage À¢ 🗇 160 Stockholders' Snits 12 USC 3410 720 Labor/Mgmt. Relations (7 863 DIWC/DIWW (405(g)) ☐ 385 Property Damage Product Liability Product Liability 190 Other Contract 1 864 SSID Title XVI 890 Other Statutory Actions 195 Contract Product Limbility
196 Franchise 730 Labor/Mgmt.Reporting 7 368 Other Personal 891 Agricultural Acts ☐ 865 RSI (405(g)) FEDERAL TAX:SUITS & Disglosure Act Injury 892 Economic Stabilization Act 740 Railway Labor Act REAL-PROPERTY: 10 EPRISONER PETITIONS CIVIL RIGHTS O 870 Taxes (U.S. Plaintiff ☐ R93 Environmental Mattern 510 Motions to Vacata 790 Other Labor Litigation (1 44) Voting 1 894 Energy Allocation Act or Defindant) 791 Emol Ret. Inc. Sentence 442 Employment 1 220 Foreclosure ☐ 895 Freedom of Information Security Act 443 Housing/ Bahens Cornus: 🖸 230 Rent Loase & Ejestmont 26 USC 7689 Act 530 General Accommodations 240 Torts to Land ☐ 900Appeal of Fee Determin 735 Death Penalty 245 Tort Product Liability 444 Welfare Under Equal Access 540 Mandamus & Other (1 298 All Other Real Property 445 Amer, w/Disabiliti to Instice 550 Civil Rights Employment 950 Constitutionality of C 555 Prison Condition 446 Amer. w/Disabilities State Statutes Other 440 Other Civil Right Appeal to District Judge from Magistrate V. ORIGIN (Place an "X" in One Box Only) Transferred from another district ☐ 6 Multidistrict Litigation ☐ 4 Reinstated or ☐ 5 **D** 3 D 2 Removed from Remanded from Appellate Court Ø1 Original (specify) Reopened State Court City the U.S. Civil Statute under which you are filing (Do not cite Jurisdictional statutes unless diversity): 28 U.S.C.A. Sec. 1332 Proceeding VI. CAUSE OF ACTION Brief description of cause: BREACH OF CONTRACT AND UNFAIR TRADE PRACTICES CHECK YES only if demanded in complaint: DEMAND \$ CHECK IF THIS IS A CLASS ACTION VII. REQUESTED IN Ø Yes ONe JURY DEMAND: UNDER F.R.C.P. 23 COMPLAINT: VIII. RELATED CASE(S) (See instructions): DOCKET NUMBER TITOCI IF ANY SIGNATURE OF ATTORNEY OF RECORD DATE FOR OFFICE USE ONLY

| NOV 9 - 2007 RODERT H. SHEWWELL CLERK UNITED STATES BY SHREVEPORT SHREVEP | ISTRIC | T OF LOUISIANA |
|--|--------|------------------|
| HARDWARE RESOURCES, INC. |) | Civil Action No. |
| Plaintiff, vs. LAMA, d. d. and TITUS INTERNATIONAL |))) | 5:07cv1875 |
| PLC Defendants. |)) | JURY DEMANDED |

COMPLAINT FOR DAMAGES

The complaint of Hardware Resources, Inc. a Louisiana Corporation ("Hardware"), by and through its attorneys respectfully represents:

THE PARTIES

- Hardware is a Louisiana corporation with its primary place of business in Bossier City,
 Louisiana.
- 2. Lama, d. d. ("Lama") is a Slovenian corporation with its primary place of business in Koper, Slovenia.
- 3. Titus International ("Titus") is a United Kingdom corporation and is the sole owner and shareholder of Lama, d. d.

JURISDICTION AND VENUE

3. Lama and Titus conduct business throughout the United States of America and the State of Louisiana and have sufficient contacts with the State of Louisiana to warrant the exercise of general and specific personal jurisdiction by this Court.

- 4. The amount in controversy in this action exceeds \$75,000.00, exclusive of interest and costs.
- 5. This court has jurisdiction over this action between citizens of different states under 28 U.S.C.A. Sec. 1332.
 - 6. Venue is proper in this district and division under 28 U.S.C.A. Sec. 1391(a).

COUNT I - BREACH OF CONTRACT

- 7. Hardware is engaged in the business of selling functional and decorative furniture hardware.
- 8. Lama is a manufacturer of functional furniture hardware components consisting of premium hinges and plates. In 2006, Titus became the owner of a majority of the stock of Lama, Since then, it has acquired 100 percent of the stock of Lama. Prior to its purchase of Lama, Titus was engaged in the business of selling fasteners and accessories for the self-assembly furniture industry throughout the world, including in the United States.
- 9. On May 22, 2004, Hardware and Lama signed a U.S. Marketing Agreement (the "Agreement") whereby Hardware would act as the exclusive distributor of Lama hinges in the United States. In the Agreement, Lama committed to "100 % loyalty" to Hardware and promised to make "no other direct sales to the U.S. Market" of its hinges other than through Hardware. The execution of the Agreement affirmed and continued a long-standing relationship between Hardware and Lama whereby Hardware had acted as exclusive distributor of Lama hinges in the United States.
- 10. In reliance on the commitments and promises of Lama in the Agreement (and in previous agreements) that it would be the exclusive distributor of Lama hinges in the United States, Hardware expended a great deal of time and money on promotional and marketing efforts, engaged in design and manufacturing efforts with regard to the development of new Lama hinge products, hired

personnel and purchased inventory from Lama, and purchased and distributed hinge-installation equipment for the use and benefit of the end-users of lama hinges.

- 11. At some point, Lama breached the Agreement and began marketing and selling its hinges directly to consumers, including Hardware's customers, in the United States through its parent company Titus.
 - 12. Such activities constitute breach of the Agreement by Lama.
- 13. As a result of Lama's breach of the Agreement, Hardware is entitled to recover from Lama all damages it has suffered as a consequence of the breach.

COUNT II - UNFAIR TRADE PRACTICES

- 14. Upon its purchase of Lama, Titus became a business competitor of Hardware.
- 15. Titus exerted control over Lama as its majority owner and shareholder.
- 16. Titus has exerted control over Lama and has caused and induced it to breach the Agreement with Hardware in an effort to harm the business of Hardware.
- 17. Such conduct constitutes unfair trade practices under the Louisiana Unfair Trade Practices Act and other applicable statutes in other states where similar conduct may have occurred.
- 18. As a result of Titus' illegal conduct, Hardware has suffered damages in the form of lost sales and profits, loss of business opportunity, loss of business reputation and damage to its business relationships.
- 19. Hardware is entitled to recover from Titus its actual damages, attorneys fees and cost of these proceedings.

JURY DEMAND

17. Hardware demands trial by jury on all issues.

WHEREFORE, Hardware prays that after trial by jury, there be judgment in its favor awarding reasonable damages for the losses it has suffered as a result of the illegal conduct of Lama and Titus, together with all applicable penalties, interest, costs and aftorneys fees and all other fair and equitable relief to which it is entitled.

Respectfully submitted:

MCMICHAEL, MEDLIN, D'ANNA, WEDGEWORTH & LAFARGUE, L.L.C.

Rv

James C. McMichael, Jr.

La Bar No. 10443

504 Texas St., Suite 400

P.O. Box 72

Shreveport, LA 71161-0072

Phone: (318) 221-1004

Fax: (318) 221-0008

ATTORNEYS FOR PLAINTIFF HARDWARE RESOURCES DIVISION OF PROGRESSIVE STAMPING & PLATING, INC.,

UNITED STATES DISTRICT COURT FOR THE WESTERN DISTRICT OF LOUISIANA SHREVEPORT DIVISION

| HARDWARE RESOURCES, INC. |) | Civil Action No. |
|---|---------|------------------|
| Plaintiff, |) | Judge |
| vs |) .) | • |
| LAMA, d. d. and TITUS INTERNATIONAL PLC |)) | • |
| Defendants. |) | JURY DEMANDED |

STATE OF LOUISIANA

PARISH OF CADDO

VERIFICATION

BEFORE ME, the undersigned authority, personally came and appeared SANJAY SINGH who, after being first duly sworn, deposed that he is employed by Hardware Resources, Inc. as its Chief Financial Officer, that he has read the above and foregoing Complaint for Damages, and that the statements of fact contained therein are true and correct to the best of his knowledge, information and belief.

SANJAY SINGH

SWORN TO AND SUBSCRIBED BEFORE ME, the Notary Public, on this the _

day of November, 2007.

Notary Public

UNITED STATES DISTRICT COURT FOR THE WESTERN DISTRICT OF LOUISIANA SHREVEPORT DIVISION

| HARDWARE RESOURCES, DIVISION OF |) | Civil Action No. 5:07cv1875 |
|---|--------|-------------------------------------|
| PROGRESSIVE STAMPING & PLATING, INC. |) | |
| Plaintiff, |) | JUDGE S. MAURICE HICKS |
| vs. |) | |
| LAMA, d. d. and TITUS INTERNATIONAL |)) | MAGISTRATE JUDGE MARK L. HORNSBY |
| PLC |) | · |
| Defendants. |) | JURY DEMANDED |

FIRST AMENDED AND SUPPLEMENTAL COMPLAINT FOR DAMAGES

The first amended and supplemental complaint of Hardware Resources Division of Progressive Stamping & Plating, Inc. a Louisiana Corporation ("Hardware"), by and through its attorneys respectfully represents:

THE PARTIES

- 1. Hardware is a Louisiana corporation with its primary place of business in Bossier City, Louisiana.
- 2. Lama, d. d. ("Lama") is a Slovenian corporation with its primary place of business in Dekani, Slovenia.
- 3. Titus International ("Titus") is a United Kingdom corporation and is the sole owner and shareholder of Lama, d. d.
- 4. Titus Tool Company, Inc. ("Titus Tool") is an Arizona Corporation with its principal place of business in Kent, Washington and is a wholly owned subsidiary of Titus.

JURISDICTION AND VENUE

- Lama, Titus and Titus Tool conduct business throughout the United States of 1. America and the State of Louisiana and have sufficient contacts with the State of Louisiana to warrant the exercise of general and specific personal jurisdiction by this Court.
- The amount in controversy in this action exceeds \$75,000.00, exclusive of interest 2. and costs.
- This court has jurisdiction over this action between citizens of different states under 3. 28 U.S.C.A. Sec. 1332.
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Hardware demands trial by jury on all issues. 18.

WHEREFORE, Hardware prays that after trial by jury, there be judgment in its favor awarding reasonable damages for the losses it has suffered as a result of the illegal conduct of Lama, Titus and Titus Tool, together with all applicable penalties, interest, costs and attorneys fees and all other fair and equitable relief to which it is entitled.

Respectfully submitted:

MCMICHAEL, MEDLIN, D'ANNA, WEDGEWORTH & LAFARGUE, L.L.C.

James C. McMichael, Jr.

La Bar No. 10443

504 Texas St., Suite 400

P.O. Box 72

Shreveport, LA 71161-0072

Phone: (318) 221-1004

Fax: (318) 221-0008

ATTORNEYS FOR PLAINTIFF HARDWARE RESOURCES DIVISION OF PROGRESSIVE STAMPING & PLATING, INC.,

UNITED STATES DISTRICT COURT FOR THE WESTERN DISTRICT OF LOUISIANA SHREVEPORT DIVISION

| HARDWARE RESOURCES, DIVISION OF PROGRESSIVE STAMPING |) | Civil Action No. 5:07cv1875 |
|--|---------|-------------------------------------|
| & PLATING, INC. |) | |
| Plaintiff, |) | JUDGE S. MAURICE HICKS |
| vs. |) | |
| LAMA, d. d. and TITUS INTERNATIONAL |) :} | MAGISTRATE JUDGE MARK L. HORNSBY |
| PLC |) | · · |
| Defendants. |) | JURY DEMANDED |

VERIFICATION

BEFORE ME, the undersigned authority, personally came and appeared SANJAY SINGH who, after being first duly sworn, deposed that he is the Petitioner, that he has read the above and foregoing First Amended and Supplemental Complaint for Damages, and that the statements of fact contained therein are true and correct to the best of his knowledge, information and belief.

SANTAY SINGH

Notary Public

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EXHIBIT M

Case 5:07-cv-01875-SMH-MLH

Document 18

Filed 04/23/2008

Page 1 of 2

AO 440 (Rev. 8/01)Summons in a Civil Action

UNITED STATES DISTRICT COURT

WESTERN District of

LOUISIANA

HARDWARE RESOURCES, DIVISION OF PROGRESSIVE STAMPING & PLATING, INC.

SUMMONS IN A CIVIL CASE

LAMA, d.d. and TITUS INTERNATIONAL PLC

CASE NUMBER: 5:07cvl875

TO: (Name and address of Defendant) Titus International Plc 10 Brook Business Centre Cowley Mill Road Uxbridge Middlesex United Kingdom UB8 2FX

YOU ARE HEREBY SUMMONED and required to serve upon PLAINTIFF'S ATTORNEY (name and address)

Sidney E. Cook, Jr. Michael K. Leachman Cook, Yancey, King & Galloway P.O. Box 22260 1700 Regions Bank 333 Texas Street Shreveport, LA 71120-2260 318-221-6277 .

days after service of this an answer to the complaint which is herewith served upon you, within 20 summons upon you, exclusive of the day of service. If you fail to do so, judgment by default will be taken against you for the relief demanded in the complaint. Any answer that you serve on the parties to this action must be filed with the Clerk of this Court within a reasonable period of time after service.

Page 2 of 2

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⁽¹⁾ As to who may serve a summons see Rule 4 of the Federal Rules of Civil Procedure.

Case 1:08-cv-02158-WHP Document 15-15 Filed 06/03/2008 Page 1 of 3

EXHIBIT N

Case 5:07-cv-01875-SMH-MLH

Document 19

Filed 04/23/2008

Page 1 of 2

©AO 440 (Rev. 8/01)Summons in a Civil Action

United States District Court

WESTERN District of

LOUISIANA

HARDWARE RESOURCES, DIVISION OF PROGRESSIVE STAMPING & PLATING, INC.

SUMMONS IN A CIVIL CASE

.

LAMA, d.d. and TITUS INTERNATIONAL PIC

CASE NUMBER: 5:07cvl875

TO: (Name and address of Defendant)

Lama d.d.

Dekani 5

6271 Dekani, Slovenija

YOU ARE HEREBY SUMMONED and required to serve upon PLAINTIFF'S ATTORNEY (name and address)

Sidney E. Cook, Jr.
Michael K. Leachman
Cook, Yancey, King & Galloway
P.O. Box 22260
1700 Regions Bank
333 Texas Street
Shreveport, LA 71120-2260
318-221-6277

an answer to the complaint which is herewith served upon you, within 20 days after service of this summons upon you, exclusive of the day of service. If you fail to do so, judgment by default will be taken against you for the relief demanded in the complaint. Any answer that you serve on the parties to this action must be filed with the Clerk of this Court within a reasonable period of time after service.

ROBERT H. SHEMWELL

CLERK

By) DEPUTY CLERK

1/1man 20,2009

DATE

Document 19 Filed 04/23/2008 Page 2 of 2 Case 5:07-cv-01875-SMH-MLH AO 440 (Rev. 8/01) Summons in a Civil Action RETURN OF SERVICE 4.4.2008 Service of the Summons and complaint was made by me(1) EXPRESS 0.0.0. NAME OF SERVER (PRINT) CITY Check one box below to indicate appropriate method of service Served personally upon the defendant. Place where served: 6271 Left copies thereof at the defendant's dwelling house or usual place of abode with a person of suitable age and discretion then residing therein. Name of person with whom the summons and complaint were left: ☐ Returned unexecuted: Other (specify): STATEMENT OF SERVICE FEES TRAVEL 21 EUR + DDV 85.40 - + DOV DECLARATION OF SERVER I declare under penalty of perjury under the laws of the United States of America that the foregoing information contained in the Return of Service and Statement of Service Fees is true and correct. Executed on 4.4.2008

Date Address of Server

⁽¹⁾ As to who may serve a summons see Rule 4 of the Federal Rules of Civil Procedure.

EXHIBIT O

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UNITED STATES DISTRICT COURT

Western District of Louisiana

Hardward Resources, a Division of Progressive Stamping & Plating, Inc.

SUMMONS IN A CIVIL CASE

Titus International Plc, Lama d.d. and Titus Tool Company, Inc.

CASE NUMBER:

5:07v1875

TO: (Name and address of Defendant)

TITUS TOOL CO. INC 22020 72ND AVENUE SOUTH KENT WA 98032

YOU ARE HEREBY SUMMONED and required to serve upon PLAINTIFF'S ATTORNEY (name and address)

JAMES C. MCMICHAEL, JR. MCMICHAEL MEDLIN, D'ANNA, WEDGEWORTH & LAFARGUE, LLC.

| an answer to the complaint which is herewith served upon you, | within 20 | days after service of this |
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| the relief demanded in the complaint. You must also file your | answer with the Clerk | c of this Court within a reasonable |
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EXHIBIT P

IN THE UNITED STATES DISTRICT COURT FOR THE WESTERN DISTRICT OF LOUISIANA SHREVEPORT DIVISION

HARDWARE RESOURCES, INC.

CIVIL ACTION NO. 5:07-CV-1875

Plaintiff

JUDGE S. MAURICE HICKS

Versus

MAGISTRATE JUDGE MARK L.

HORNSBY

LAMA, d.d., TITUS INTERNATIONAL PLC, and TITUS TOOL COMPANY, INC.,

JURY DEMANDED

Defendants

MOTION TO CONTINUE TO ALLOW JURISDICTIONAL DISCOVERY

NOW INTO COURT, through undersigned counsel, comes, HARDWARE RESOURCES, INC., ("Hardware Resources") plaintiff herein, who respectfully requests for a continuance of defendants Titus International PLC's ("Titus International") and Titus Tool Company, Inc.'s ("Titus Tool") Motion to Dismiss for Lack of Personal Jurisdiction (Document No. 14) in order to allow movant to conduct limited jurisdictional discovery and would respectfully show the Court as follows:

I. Background

This lawsuit arises out of a Marketing Agreement which was executed on May 22, 2004 ("2004 Marketing Agreement") in Bossier City, Louisiana by and between Hardware Resources and Lama, d.d. ("Lama"). The 2004 Marketing Agreement provided that Hardware Resources would act as the exclusive distributor of Lama hinges in the United States, with Lama committing "100% loyalty" to Hardware Resources and promising to make "no other direct sales to the U.S. Market."

Page 2 of 4

Case 5:07-cv-01875-SMH-MLH Document 17 Filed 04/23/2008

In 2006, Lama was acquired by Titus International, a company engaged in the business of selling fasteners and accessories for the consumer self-assembly furniture industry. Titus International distributes its products in the United States through its subsidiary, Titus Tool, whose offices are located in Kent, Washington. Subsequent to the 2006 acquisition, Titus International and Titus Tool began marketing and selling Lama hinges directly to customers and other distributors in the United States.

On November 9, 2007 Hardware Resources filed its original Complaint against Lama and Titus International alleging breach of contract and unfair trade practices. Hardware Resources filed its First Amended Complaint adding Titus Tool as a defendant on December 7, 2007.

On April 17, 2008, Titus International and Titus Tool filed a Motion to Dismiss in Lieu of Their Answer, asserting that this Court lacks personal jurisdiction over the named defendants.¹ On April 18, 2008, this Court entered a Notice of Motion Setting (Document No. 16), advising that the aforementioned motion to dismiss would be submitted to the Honorable S. Maurice Hicks, Jr. on June 6, 2008. Opposing briefs were ordered due within 15 calendar days from the date of the notice, or May 5, 2008. Plaintiff Hardware Resources now seeks an order to continue consideration of the motion to dismiss to allow plaintiff reasonable time to conduct discovery exploring defendants contacts with Louisiana.

II. Law and Argument

When a nonresident defendant moves the court to dismiss for lack of personal jurisdiction,² the plaintiff bears the burden to show that personal jurisdiction exists. Stuart v.

¹ Defendant Lama, d.d. was served on April 4, 2008. However, as of the filing of this motion, Lama has not made an appearance in this matter.

² A court has personal jurisdiction over a nonresident defendant if (1) the forum state's Long-Arm Statute confers personal jurisdiction over that defendant, and (2) the forum state's exercise of jurisdiction complies with the Due Process Clause of the Fourteenth Amendment. See Latshaw v. Johnston, 167 F.3d 208, 211 (5th Cir.1999). Because Louisiana's long-arm statute extends jurisdiction to the full limits of due process, the Court must determine only

Case 5:07-cv-01875-SMH-MLH

Document 17

Filed 04/23/2008

Page 3 of 4

Spademan, 772 F.2d 1185, 1192 (5th Cir.1985). The allegations of the complaint, except as controverted by opposing affidavits, must be taken as true, and all conflicts in the facts must be resolved in favor of the plaintiffs. *Thompson v. Chrysler Motors Corp.*, 755 F.2d 1162, 1165 (5th Cir.1985). In making its determination, the court may consider "affidavits, interrogatories, depositions, oral testimony, or any combination of ... recognized [discovery] methods." *Id.*

Hardware Resources avers that Titus International and Titus Tool have availed themselves of the benefits of this state by transacting business in Louisiana and/or contracting to supply services or things in Louisiana. In fact, in their motion to dismiss, Titus International and Titus Tool admit that products have been shipped to distributors in Louisiana. The defendants also admit that company representatives make business trips to Louisiana. Nevertheless, the defendants assert that they do not have the requisite continuous and systematic contacts with Louisiana to subject themselves to general personal jurisdiction, nor do they have sufficient contacts to subject themselves to specific personal jurisdiction. Consequently, jurisdictional discovery is needed to explore whether the defendants have engaged in activities which would subject the defendants to the personal jurisdiction of this Court.

Opposing counsel have expressed their intention to oppose this motion.

whether the exercise of its jurisdiction in this case satisfies federal due process requirements. La.Rev.Stat. Ann. § 13:3201(B). The exercise of personal jurisdiction over a nonresident defendant satisfies due process when (1) the defendant has purposefully availed itself of the benefits and protections of the forum state by establishing "minimum contacts" with that state, and (2) exercising personal jurisdiction over the defendant does not offend "traditional notions of fair play and substantial justice." Latshaw, 167 F.3d at 211 (citing International Shoe Co. v. State of Washington, 326 U.S. 310, 316, 66 S.Ct. 154, 90 L.Ed. 95 (1945)).

Case 5:07-cv-01875-SMH-MLH

Document 17

Filed 04/23/2008

Page 4 of 4

COOK, YANCEY, KING & GALLOWAY A Professional Law Corporation

By: s/Michael K. Leachman
Sidney E. Cook, Jr. #01311
Michael K. Leachman #30158
333 Texas Street, Suite 1700
P.O. Box 22260
Shreveport, Louisiana 71120
(318) 221-6277 telephone
(318) 227-7850 facsimile
sidney.cook@cookyancey.com
michael.leachman@cookyancey.com

ATTORNEYS FOR PLAINTIFF, HARDWARE RESOURCES, INC.

CERTIFICATE OF SERVICE

I hereby certify that on this 22nd day of April, 2008, I electronically filed the foregoing with the Clerk of Court by using the CM/ECF system which will send a notice of electronic filing to the following: A. Carter Mills IV and Michael Aschen.

s/Michael K. Leachman

Michael K. Leachman

EXHIBIT Q

Case 5:07-cv-01875-SMH-MLH Document 23 Filed 05/02/2008 Page 1 of 12

IN THE UNITED STATES DISTRICT COURT FOR THE WESTERN DISTRICT OF LOUISIANA SHREVEPORT DIVISION

HARDWARE RESOURCES, DIVISION OF PROGRESSIVE STAMPING & PLATING, INC.,

Plaintiff,

-against-

LAMA, d.d.,
TITUS INTERNATIONAL PLC, and
TITUS TOOL COMPANY, INC.,

Defendants.

CIVIL ACTION NO. 5:07-CV-1875

JUDGE S. MAURICE HICKS

MAGISTRATE JUDGE MARK L. HORNSBY

DEFENDANT LAMA, d.d.'s ANSWER, AFFIRMATIVE DEFENSES, and COUNTERCLAIM

The defendant Lama, d.d. ("Lama"), by its attorneys McNew, King, Mills, Burch & Landry LLP, and Abelman Frayne & Schwab, answer the complaint as follows:

THE PARTIES

- 1. In response to paragraph 1 of the complaint, Lama states that it has insufficient knowledge or information to form a belief as to the truth or falsity of the allegations therein, and on that basis denies them.
- 2. Lama admits the allegations in paragraph 2 of the complaint.
- 3. Lama admits the allegations in paragraph 3 of the complaint.
- 4. Lama admits the allegations in paragraph 4 of the complaint.

JURISDICTION AND VENUE

5. In response to paragraph 1 of the complaint, Lama admits only that the Court has specific personal jurisdiction over it with regard to the cause of action plead against it. Lama

further states that it has insufficient knowledge or information to form a belief as to the truth or falsity of any remaining allegations therein, and on that basis denies them.

- 6. Lama admits the allegations in paragraph 2 of the complaint.
- 7. Lama admits the allegations in paragraph 3 of the complaint.
- 8. Lama admits the allegations in paragraph 4 of the complaint.

COUNT I - BREACH OF CONTRACT

- 9. In response to paragraph 5 of the complaint, Lama admits that the plaintiff has distributed furniture hardware. Lama has insufficient knowledge or information to form a belief as to the truth or falsity of any remaining allegations in paragraph 5 of the complaint, and on that basis, denies them.
- 10. In response to paragraph 6 of the complaint, Lama admits that it manufactures premium hinges and plates, and that in 2006, it was acquired by the defendant Titus International PLC ("Titus UK"). Lama has insufficient knowledge or information to form a belief as to the truth or falsity of any remaining allegations in paragraph 6 of the complaint, and on that basis, denies them.
- 11. In response to paragraph 7 of the complaint, Lama admits that on May 22, 2004, the plaintiff and Lama signed an agreement entitled "U.S. Marketing Agreement". There is no need for Lama to respond to the plaintiff's characterizations and selective quotations from the agreement in paragraph 7 of the complaint as the agreement speaks for itself. To the extent they

Case 5:07-cv-01875-SMH-MLH Document 23 Filed 05/02/2008 Page 3 of 12

differ from the contract, the allegations in paragraph 7 are denied.

- 12. In response to paragraph 8 of the complaint, Lama denies that it breached any of its commitments and promises in the "U.S. Marketing Agreement". Lama has insufficient knowledge or information to form a belief as to the truth or falsity of the remaining allegations therein, and on that basis denies them.
- 13. In response to paragraph 9 of the complaint, Lama admits that the defendant Titus Tool Company, Inc. ("Titus US"), has distributed its products in the United States. Lama denies that it breached the "U.S. Marketing Agreement". Lama has insufficient knowledge or information to form a belief as to the truth or falsity of the remaining allegations therein, and on that basis denies them.
- 14. Lama denies the allegations set forth in paragraph 10 of the complaint.
- 15. Lama denies the allegations set forth in paragraph 11 of the complaint.

COUNT II - UNFAIR TRADE PRACTICES

- 16. Lama is unable to admit or deny the truth or falsity of the allegations in paragraph 12 of the complaint because the term "business competitor" used therein is a legal term, and is further indefinite as to the products and/or markets it is intended to apply to, and on that basis denies them.
- 17. Lama is unable to admit or deny the truth or falsity of the allegations in paragraph 13 of the complaint because the term "exerts control" used therein is a legal term, and is further

Case 5:07-cv-01875-SMH-MLH Document 23 Filed 05/02/2008 Page 4 of 12

indefinite as to the nature and extent of the purported "control", and on that basis denies them.

- 18. Lama denies the allegations set forth in paragraph 14 of the complaint.
- 19. Lama denies the allegations set forth in paragraph
 15 of the complaint.
- 20. Lama denies the allegations set forth in paragraph 16 of the complaint.
- 21. Lama denies the allegations set forth in paragraph 17 of the complaint.

FIRST AFFIRMATIVE DEFENSE

22. The plaintiff is not entitled to relief due to accord and satisfaction.

SECOND AFFIRMATIVE DEFENSE

23. The claims alleged are barred in whole or in part under the Doctrine of Laches, Estoppel, waiver or acquiescence.

THIRD AFFIRMATIVE DEFENSE

24. The claims alleged are barred in whole or in part under the Doctrine of Unclean Hands.

COUNTERCLAIMS PURSUANT TO FED. R. CIV. P. 13

Lama, through its undersigned attorneys, for its counterclaims against the plaintiff/counter-defendant Hardware Resources, alleges as follows:

THE PARTIES

25. Lama is and was at all relevant times a corporation organized and existing under the laws of Slovenia, with an office in Dekani, Slovenia.

Case 5:07-cv-01875-SMH-MLH Document 23 Filed 05/02/2008 Page 5 of 12

- 26. Lama is a well known designer, manufacturer, and distributor of a wide range of specialized concealed metal hinges, hinge joints, and hinge mounting plates, and has prominently identified these products using its "LAMA®" trademark.
- 27. Upon information and belief, Hardware Resources previously was a division of Progressive Stamping & Plating, Inc., a corporation organized and existing under the laws of the State of Louisiana, with a business office at 4319 Marlena St., Bossier City, LA 71111.
- 28. Upon information and belief, on October 13, 2006, Progressive Stamping and Plating, Inc. changed its name to "Hardware Resources, Inc."
- 27. Upon information and belief, Hardware Resources manufactures and sells, inter alia, cabinet hardware and decorative wood products in interstate commerce, and within this Western District of Louisiana.

JURISDICTION AND VENUE

- 28. Through these counterclaims, Lama seeks monetary damages arising from Hardware Resources' breach of two agreements between the parties.
- 29. Lama also seeks to enjoin Hardware Resources, and those acting in concert with it, from deliberately attempting to confuse the public concerning the source, origin or sponsorship of, inter alia, its concealed hinges, and from seeking to trade upon and destroy its distinctive "LAMA®" trademark, and its business reputation and good will.

Case 5:07-cv-01875-SMH-MLH Document 23 Filed 05/02/2008 Page 6 of 12

- 30. This Court has jurisdiction over this matter under 28 U.S.C. § 1332 in that there is complete diversity of citizenship between the parties and the amount in controversy exceeds \$75,000.
- 31. Venue is proper in the Western District of Louisiana pursuant to 28 U.S.C. §§ 1391.

FACTS COMMON TO ALL CAUSES OF ACTION

- 32. Since at least 1980, Lama has sold a wide range of specialized concealed metal hinges, hinge joints, and hinge mounting plates, and has prominently identified these products using its "LAMA®" trademark.
- 33. Lama, owns all rights to Federal Registration N^2 . 2,072,064 for the trademark "LAMA®" (the "'064 Registration").
- 34. The '064 Registration issued on March 5, 1996, is registered on the principal register maintained by the United States Patent and Trademark Office, is valid and subsisting, and is incontestible pursuant to 15 U.S.C. § 1115(b).
- 35. The '064 Registration constitutes *prima facie* evidence of the validity of the "LAMA®" trademark, and of Lama's exclusive right to use the trademark in commerce.
- 36. Long before the acts of Hardware Resources complained of herein, as the result of the promotion and sale of goods identified by its "LAMA®" trademark, and as a result of the high quality of goods offered in connection with the trademark, the "LAMA®" trademark has acquired a valuable reputation and is now recognized by consumers as originating from and being associated only with Lama.
- 37. As a direct result of this usage, the unique and distinctive "LAMA®" trademark has become well-known and is

associated by the public with Lama, and it represents a business and good will of significant value.

- 38. In 1999, Hardware Resources and Lama entered into a "Sales Contract" pursuant to which Hardware Resources would have a non-exclusive right to distribute Lama hinges in the United States.
- 39. The 1999 Sales Contract further provided that Hardware Resources would "... use its best efforts to market and sell the Products in the Territory...," and would "... not be engaged, directly or indirectly, in any business activities which compete with the activities carried out under this Contract."
 - 40. The 1999 Sales Contract was effective through 2002.
- 41. In 2001, Hardware Resources began to import and sell in the United States hinges in direct competition with Lama's products. The Hardware Resources hinges were direct copies of Lama hinges and used essentially the same product numbers to identify the hinges.
- 42. On May 22, 2004, Hardware Resources and Lama entered into a "U.S. Marketing Agreement" pursuant to which Hardware Resources agreed to restrict its sales of low quality Chinese hinges, to expand and develop the customer base for the Lama European range of products, and to use its best efforts to meet specified minimum purchase commitments.
- 43. Upon information and belief, Hardware Resources undermined Lama's United States customer base by, inter alia, advising its customers that low quality Chinese hinges sold by Hardware Resources were, in sum or substance, "cheaper and just as good as Lama European hinges".

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44. Upon information and belief, Hardware Resources passed-off low quality Chinese hinges to customers who had ordered Lama European hinges without their approval or knowledge.

AS AND FOR A FIRST COUNTERCLAIM SEEKING MONETARY RELIEF FOR BREACH OF CONTRACT

- 45. Lama realleges paragraphs 1 through 44 as if fully set forth herein.
- 46. By, inter alia, selling its own brand of European hinges beginning with its May 2001 Catalogue, Hardware Resources materially breached the 1999 Sales Contract.
- 47. As a proximate result of the aforementioned conduct, Lama has been damaged.
- 48. On account of the activities of Hardware Resources in this State, County and Western District of Louisiana, and throughout the United States, including its breach of the 1999 Sales Contract, Lama is entitled to a money judgment against Hardware Resources in an amount not as yet ascertained, but believed to be in excess of one million dollars (\$1,000,000.00).

AS AND FOR A SECOND COUNTERCLAIM SEEKING MONETARY RELIEF FOR BREACH OF CONTRACT

- 49. Lama realleges paragraphs 1 through 48 as if fully set forth herein.
- 50. By, inter alia, failing to restrict its sales of low quality Chinese hinges, failing to protect and develop the Lama European range of products, failing to use its best efforts to meet minimum purchase commitments, passing-off low quality Chinese hinges as Lama European hinges, and not paying invoices for goods delivered pursuant to the 2004 U.S. Marketing Agreement, Hardware Resources materially breached the 2004 U.S. Marketing Agreement.

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- 51. As a proximate result of the aforementioned conduct, Lama has been damaged.
- 52. On account of the activities of Hardware Resources in this State, County and Western District of Louisiana, and throughout the United States, including its breach of the 2004 U.S. Marketing Agreement, Lama is entitled to a money judgment against Hardware Resources in an amount not as yet ascertained, but believed to be in excess of one million dollars (\$1,000,000.00).

AS AND FOR A THIRD COUNTERCLAIM SEEKING INJUNCTIVE AND MONETARY RELIEF FOR UNFAIR COMPETITION

- 53. Lama realleges paragraphs 1 through 52 as if fully set forth herein.
- 54. By, inter alia, advising Lama's customers that low quality Chinese hinges were "cheaper and just as good as Lama European hinges", selling low cost copies of Lama hinges using product numbers that were essentially the same as Lama's product numbers to identify the hinges, and passing-off low quality Chinese hinges as Lama hinges, Hardware Resources misled and confused the public and created injury to Lama's public image and reputation.
- 55. Upon information and belief, the aforementioned conduct, the public was likely to falsely associate the attributes and characteristics of Lama's products to the hinges and other products sold by Hardware Resources.
- 56. By reason of the foregoing, Hardware Resources has engaged and is continuing to engage in acts of unfair competition.
- 57. Upon information and belief, Hardware Resources conduct was undertaken with knowledge that it was misleading and

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with the intent to confuse, mislead and deceive consumers, and to unfairly compete with Lama.

- 58. By reason of the foregoing, Lama is now and will continue to suffer irreparable injury, including injury to its good will and reputation for which it has no adequate remedy at law.
- 59. On account of the activities of Hardware Resources in this State, County and Western District of Louisiana, and throughout the United States, Lama has been damaged in an amount not as yet ascertained, but believed to be in excess of one million dollars (\$1,000,000.00).

WHEREFORE, Lama demands judgment:

- a. preliminarily and permanently enjoining and restraining Hardware Resources, its agents, servants, employees, successors and assigns, and all those acting in concert or participation with it, from making any statement or representation whatsoever, or using any false or misleading descriptions or representations of fact in connection with the manufacture, production, distribution, circulation, sale, offering for sale, advertising, promotion, use or display of hinges or any other products; and engaging in any other activity constituting unfair competition with Lama;
- b. directing such other relief as the Court may deem
 appropriate to prevent the public from being misled or deceived;
- c. directing that Hardware Resources file with the Court and serve on Lama's counsel a report in writing and under oath setting forth in detail the manner in which it has complied with any temporary restraining order, or preliminary or permanent

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injunction entered herein with in thirty (30) days of receipt of service of any such order or injunction;

- awarding Lama its damages caused by Hardware Resources having misled and confused the public and having damaged Lama's public image and reputation, and Hardware Resources' total profit realized thereby;
- directing Hardware Resources to account to Lama for damages for breach of the 1999 Sales Contract and 2004 U.S. Marketing Agreement in an amount to be determined by the Court after trial;
- for an assessment of costs, interest and attorneys' fees incurred by Lama; and
- g. for such other and further relief as the Court deems just.

Dated: May 2, 2008 Monroe, LA

McNew, King, Mills, Burch & Landry LLP

/s/ A. Carter Mills IV A. Carter Mills IV (La. Bar No. 20963) 1904 Royal Avenue Monroe, Louisiana 71201 318-361-3156

Dated: May 2, 2008 New York, NY

ABELMAN FRAYNE & SCHWAB Michael Aschen 666 Third Avenue . New York, NY 10017 (212) 949-9022

Counsel for Defendants

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CERTIFICATE OF SERVICE

DEFENDANT LAMA, d.d.'s ANSWER, AFFIRMATIVE DEFENSES, and COUNTERCLAIM was this 2nd day of May, 2008, filed electronically and served by mail on anyone unable to accept electronic filing. Notice of this filing will be sent by e-mail to all parties by operation of the Court's electronic filing system or by mail to anyone unable to accept electronic filing as indicated on the Notice of Electronic Filing. Parties may access this filing through the Court's CM/ECF System.

/s/ A. Carter Mills IV

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EXHIBIT R

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IN THE UNITED STATES DISTRICT COURT FOR THE WESTERN DISTRICT OF LOUISIANA SHREVEPORT DIVISION

HARDWARE RESOURCES, A DIVISION OF PROGRESSIVE STAMPING & PLATING, INC.,

Plaintiff,

-against-

LAMA, d.d., TITUS INTERNATIONAL PLC, and TITUS TOOL COMPANY, INC.,

Defendants.

CIVIL ACTION NO. 5:07-CV-1875

JUDGE S. MAURICE HICKS

MAGISTRATE JUDGE MARK L. HORNSBY

DECLARATION OF IAIN GRANT IN SUPPORT OF DEFENDANT TITUS INTL. PLC'S AND TITUS TOOL CO., INC.'S MOTION TO DISMISS IN LIEU OF THEIR ANSWER

- I, Iain Grant, declare and say that:
- I am the Chief Financial Officer of the defendant, Titus International PLC ("Titus PLC").
- In my role as the Chief Financial Officer of Titus 2. PLC, I have gained a thorough understanding of the operations of and relationship between it and its subsidiary, Titus Tool Co., Inc. ("Titus US").
- The purpose of this declaration is to advise the 3. Court of certain facts pertinent to the defendants Titus PLC's and Titus US's Motion To Dismiss In Lieu of Their Answer.
- Titus PLC is a U.K. designer, manufacturer, and distributor of fasteners and accessories for the consumer self-assembly furniture industry. It distributes its products in the United States through its subsidiary, Titus US, whose offices are located in Kent, Washington.

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- 5. Titus PLC has no offices, does not solicit business, and has no bank accounts, real property, employees, or agents in Louisiana. In fact, it has no contacts with Louisiana whatsoever.
- 6. Titus US has no offices, bank accounts, real property, or employees in Louisiana. Indeed, Titus US's sole contact with Louisiana has been occasional business calls and shipments of products to distributors in Louisiana.
- 7. Some of the products that Titus US distributes in the United States are manufactured by the defendant Lama, d.d. ("Lama"), a Slovenian business acquired by Titus PLC early in 2006. Lama manufactures a wide range of specialized concealed metal hinges, hinge joints, and hinge mounting plates.
- 8. In May of 2004, prior to it being acquired by Titus PLC, Lama entered into a Marketing Agreement with Hardware Resources, pursuant to which Hardware Resources was to distribute Lama's products in the United States, promote the Lama brand, and develop the market.
- 9. By April of 2006 however, it become apparent that Hardware Resources was not complying with its obligations under the 2004 Marketing Agreement. Most seriously, Hardware Resources had been substituting, in the place of genuine Lama products ordered by customers, inferior copies of Lama's products manufactured in Asia.
- . 10. As soon as Hardware Resources breach of the Marketing Agreement was discovered, the relationship between the parties began to deteriorate. By March 9, 2007, Hardware Resources had threatened legal action against Titus PLC.

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11. For these and the reasons in Titus PLC's and Titus US's other submissions, I respectfully request that the Court dismiss the complaint against Titus PLC and Titus US, or alternatively transfer this action to the Federal District Court for the Southern District of New York.

12. I declare under the penalty of perjury pursuant to the laws of the State of Louisiana and the United Kingdom that the foregoing is true and correct.

Dated: April 17, 2008

Uxbridge

United Kingdom

CERTIFICATE OF SERVICE

It is hereby certified that a true copy of the foregoing Declaration of Iain Grant in Support of Defendant Titus Intl. PLC's and Titus Tool Co., Inc.'s Motion to Dismiss in Lieu of Their Answer was this 17th day of April, 2008, filed electronically and served by mail on anyone unable to accept electronic filing. Notice of this filing will be sent by e-mail to all parties by operation of the Court's electronic filing system or by mail to anyone unable to accept electronic filing as indicated on the Notice of Electronic Filing. Parties may access this filing through the Court's CM/ECF System.

/s/ A. Carter Mills IV